

UNAUDITED FINANCIAL STATEMENTS FOR THE FULL YEAR ENDED 31 DECEMBER 2016

1(a)(i) *A comprehensive income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.*

	Group – Q4			Group – Full Year		
	31/12/2016	31/12/2015 Restated *	Change	31/12/2016	31/12/2015 Restated *	Change
	Rp ' million	Rp ' million	%	Rp ' million	Rp ' million	%
Revenue	4,263,247	3,775,174	12.9	14,530,938	13,835,444	5.0
Cost of sales	(2,843,056)	(2,890,035)	(1.6)	(11,042,202)	(10,866,885)	1.6
Gross Profit	1,420,191	885,139	60.4	3,488,736	2,968,559	17.5
Gross Profit %	33.3%	23.4%		24.0%	21.5%	
Selling and distribution expenses	(120,911)	(199,516)	(39.4)	(551,228)	(547,651)	0.7
General and administrative expenses	(263,389)	(241,543)	9.0	(944,607)	(956,435)	(1.2)
Foreign exchange (loss)/ gain	(96,593)	191,902	n/m	94,188	(289,887)	n/m
Other operating income	167,870	29,020	478.5	213,826	110,147	94.1
Other operating expenses	(49,463)	(33,856)	46.1	(156,371)	(160,556)	(2.6)
Share of results of associate companies	(29,069)	(22,659)	28.3	(67,400)	(60,133)	12.1
Share of results of a joint venture	38,715	(13,627)	n/m	(33,109)	(171,889)	(80.7)
Profit from operations before biological assets gain	1,067,351	594,860	79.4	2,044,035	892,155	129.1
Gain arising from changes in fair value of biological assets	98,617	40,519	143.4	219,000	9,338	n/m
Profit from operations after biological assets gain	1,165,968	635,379	83.5	2,263,035	901,493	151.0
Financial income	24,443	28,536	(14.3)	92,124	121,401	(24.1)
Financial expenses	(158,598)	(169,104)	(6.2)	(665,618)	(694,150)	(4.1)
Profit before tax	1,031,813	494,811	108.5	1,689,541	328,744	413.9
Income tax expense	(539,762)	(210,532)	156.4	(897,252)	(292,140)	207.1
Net Profit for the period/ year	492,051	284,279	73.1	792,289	36,604	n/m
Core net profit after tax ⁽¹⁾	417,311	96,818	331.0	467,550	270,949	72.6
Profit/ (loss) attributable to:						
Owners of the Company	222,526	194,531	14.4	506,540	(48,130)	n/m
Non-controlling interests	269,525	89,748	200.3	285,749	84,734	237.2
	492,051	284,279	73.1	792,289	36,604	n/m

n.m. denotes "Not Meaningful"

Notes

(1) Earnings before accounting for the effects of foreign exchange, changes in the fair value of biological assets and one-off gain.

	Group – Q4			Group – Full Year		
	31/12/2016	31/12/2015 Restated*	Change	31/12/2016	31/12/2015 Restated*	Change
	Rp ' million	Rp ' million	%	Rp ' million	Rp ' million	%
Other comprehensive income (OCI):						
Items that may be reclassified subsequently to profit or loss						
Foreign currency translation	1,577	(63,509)	n/m	28,890	(95,066)	n/m
Items that will not be reclassified to profit or loss						
Re-measurement (loss)/ gain on employee benefits liability	(3,421)	152,899	n/m	(1,234)	150,008	n/m
Share of other comprehensive (loss)/ gain of a joint venture/ associate companies	(28,700)	(61,815)	(53.6)	41,220	(61,815)	n/m
Other comprehensive (loss)/ gain for the period, net of tax	(30,544)	27,575	n/m	68,876	(6,873)	n/m
Total comprehensive income	461,507	311,854	48.0	861,165	29,731	n/m
Total comprehensive income attributable to:-						
- Owners of the Company	207,610	164,208	26.4	591,629	(120,181)	n/m
- Non-controlling interests	253,897	147,646	72.0	269,536	149,912	79.8
	461,507	311,854	48.0	861,165	29,731	n/m

n.m. denotes "Not Meaningful"

* Comparative figures

The following accounts in the statement of comprehensive income have been restated upon the adoption of the amendments to FRS 16 and 41 Agriculture – Bearer Plants, and some reclassifications to conform with prior years' presentation.

Statement of comprehensive income	As restated	As previously reported	As restated	As previously reported
	4Q15	4Q15	FY15	FY15
	Rp ' million	Rp ' million	Rp ' million	Rp ' million
Cost of sales	(2,890,035)	(2,795,110)	(10,866,885)	(10,484,949)
Other operating income	29,020	33,441	110,147	131,828
Other operating expenses	(33,856)	(38,030)	(160,556)	(185,424)
Financial income	28,536	34,092	121,401	140,848
Gain/ (loss) arising from changes in fair values of biological assets	40,519	(19,851)	9,338	(19,851)
Income tax expense	(210,532)	(224,789)	(292,140)	(398,977)

Additional Information:-

Earnings before interests and tax expense, depreciation and amortisation, and gain arising from changes in fair value of biological assets ("EBITDA")

	Group – Q4			Group – Full Year		
	31/12/2016	31/12/2015 Restated	Change	31/12/2016	31/12/2015 Restated	Change
	Rp ' million	Rp ' million	%	Rp ' million	Rp ' million	%
Profit from operations	1,165,968	635,379	83.5	2,263,035	901,493	151.0
Add: Depreciation & amortisation	334,712	303,884	10.1	1,402,187	1,315,706	6.6
Less: Gain arising from changes in fair value of biological assets	98,617	40,519	143.4	219,000	9,338	n/m
EBITDA includes foreign exchange gain/(loss)	1,402,063	898,744	56.0	3,446,222	2,207,861	56.1
Less: Foreign exchange gain/(loss)	(96,593)	191,902	n/m	94,188	(289,887)	n/m
EBITDA excludes foreign exchange gain/(loss)	1,498,656	706,842	112.0	3,352,034	2,497,748	34.2
EBITDA%	35.2	18.7		23.1	18.1	

1(a)(ii). Profit before income tax is arrived at after charging/(crediting) the following significant items.

Other information:-	Group – Q4			Group – Full Year		
	31/12/2016	31/12/2015 Restated*	Change	31/12/2016	31/12/2015 Restated*	Change
	Rp ' million	Rp ' million	%	Rp ' million	Rp ' million	%
Depreciation of property, plant and equipment	334,712	303,884	10.1	1,402,187	1,315,706	6.6
Interest on borrowings	154,661	162,929	(5.1)	650,193	674,789	(3.6)
Loss/ (gain) on disposal of biological assets	532	-	n/m	(710)	135	n/m
Provision for uncollectible and changes in amortised cost of plasma receivables	(39,998)	13,155	n/m	7,118	42,378	(83.2)
Foreign exchange loss/ (gain)	96,593	(191,902)	n/m	(94,188)	289,887	n/m
Write-off of property and equipment and biological assets	1,830	888	106.1	1,861	1,253	48.5
Gain on disposal of property and equipment	(492)	(435)	13.1	(1,720)	(1,725)	(0.3)
Allowance for decline in market value and obsolescence of inventories	53,454	(244)	n/m	65,171	3,189	n/m
Provision for unrecoverable advance	56,456	-	n/m	56,456	-	n/m
Changes in provision for asset dismantling costs	(2,571)	3,305	n/m	3,608	2,279	58.3

n.m. denotes "Not Meaningful"

1(b)(i). A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group			Company	
	31/12/2016	31/12/2015 Restated *	01/01/2015 Restated *	31/12/2016	31/12/2015
	Rp ' million	Rp ' million	Rp ' million	Rp ' million	Rp ' million
Non-current assets					
Biological assets	325,102	360,802	305,299	-	-
Property, plant and equipment	21,396,796	21,401,503	20,478,282	43,576	47,232
Goodwill	3,253,637	3,253,637	3,253,637	-	-
Claims for tax refund	178,704	155,812	148,545	-	-
Deferred tax assets	1,240,194	1,378,386	1,141,028	-	-
Investment in subsidiary companies	-	-	-	10,533,516	10,533,516
Investment in associate companies	1,002,247	1,217,280	416,460	551,139	551,139
Investment in convertible note	-	-	62,200	-	-
Investment in a joint venture	751,850	607,051	801,153	-	-
Amount due from a subsidiary	-	-	-	730,000	730,000
Advances and prepayments	425,917	500,963	746,606	-	36,698
Other non-current receivables	1,174,662	844,319	673,339	9	9
Total non-current assets	29,749,109	29,719,753	28,026,549	11,858,240	11,898,594
Current assets					
Inventories	2,270,749	1,936,731	1,773,329	-	-
Trade and other receivables	1,122,774	1,108,844	1,056,165	78,142	78,752
Advances and prepayments	240,215	138,457	165,898	197	509
Prepaid taxes	251,107	221,972	231,179	-	-
Other current assets	464,722	191,994	232,165	-	-
Cash and cash equivalents	2,404,838	1,969,100	3,585,780	532,896	505,017
Total current assets	6,754,405	5,567,098	7,044,516	611,235	584,278
Total assets	36,503,514	35,286,851	35,071,065	12,469,475	12,482,872
Current liabilities					
Trade and other payables and accruals	1,499,716	1,802,866	1,854,311	14,843	13,392
Advances and taxes payable	453,672	214,364	203,780	-	-
Interest-bearing loans and borrowings	2,481,405	4,398,801	4,749,195	-	1,033,655
Income tax payable	215,515	34,879	144,183	-	27
Total current liabilities	4,650,308	6,450,910	6,951,469	14,843	1,047,074

	Group			Company	
	31/12/2016	31/12/2015 Restated*	01/01/2015 Restated*	31/12/2016	31/12/2015
	Rp ' million	Rp ' million	Rp ' million	Rp ' million	Rp ' million
Non-current liabilities					
Interest-bearing loans and borrowings	7,545,936	5,741,803	5,068,141	1,002,997	-
Amounts due to related parties and other payables	569,779	368,882	590,259	-	-
Provision and other liabilities	31,086	27,478	25,199	-	-
Employee benefits liabilities	1,980,219	1,744,191	1,803,240	-	-
Deferred tax liabilities	848,134	773,739	719,283	-	-
Total non-current liabilities	10,975,154	8,656,093	8,206,122	1,002,997	-
Total liabilities	15,625,462	15,107,003	15,157,591	1,017,840	1,047,074
Net assets	20,878,052	20,179,848	19,913,474	11,451,635	11,435,798
Share capital	3,584,279	3,584,279	3,584,279	10,912,411	10,912,411
Treasury shares	(390,166)	(390,166)	(238,263)	(390,166)	(390,166)
Revenue reserves	8,050,399	7,613,506	7,642,884	785,238	769,401
Other reserves	590,123	473,237	640,116	144,152	144,152
	11,834,635	11,280,856	11,629,016	11,451,635	11,435,798
Non-controlling interests	9,043,417	8,898,992	8,284,458	-	-
Total equity	20,878,052	20,179,848	19,913,474	11,451,635	11,435,798

* The restated figures were related to the amendments FRS 16 and FRS 41 Agriculture – Bearer Plants

1(b)(ii). Aggregate amount of the Group's borrowings and debt securities.

	Group	
	31/12/2016	31/12/2015
	Rp ' million	Rp ' million
(i) Amounts payable in one year or less, or on demand		
Secured	1,251,499	1,297,801
Unsecured	1,229,906	3,101,000
Sub-total	2,481,405	4,398,801
(ii) Amounts repayable after one year		
Secured	6,200,041	4,355,102
Unsecured	1,345,895	1,386,701
Sub-total	7,545,936	5,741,803
TOTAL	10,027,341	10,140,604

(iii) Details of the collaterals

The above bank term loans and investment loans are secured by:

- (a) corporate guarantees from a subsidiary
- (b) charge over the plantation assets of the respective subsidiary.

1(c). **A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group – Q4		Group – Full Year	
	31/12/2016	31/12/2015 Restated*	31/12/2016	31/12/2015 Restated*
	Rp ' million	Rp ' million	Rp ' million	Rp ' million
Cash flows from operating activities				
Profit before taxation	1,031,814	494,811	1,689,541	328,744
Adjustments:				
Depreciation and amortisation	334,712	303,884	1,402,187	1,315,706
Realisation of deferred costs	60,720	7,692	180,255	176,578
Unrealised foreign exchange loss/(gain)	61,073	(168,624)	(121,031)	318,728
Gain arising from changes in fair value of biological assets	(98,617)	(40,519)	(219,000)	(9,338)
Provision for uncollectible and changes in amortised cost of plasma receivables.	(39,998)	13,155	7,118	42,378
Loss/ (gain) on disposal of biological assets	532	-	(710)	135
Write-off of property and equipment and biological assets	1,830	888	1,861	1,253
Gain on disposal of property and equipment	(492)	(435)	(1,720)	(1,725)
Provision for unrecoverable advance	56,456	-	56,456	-
Allowance for decline in market value and obsolescence of inventories	53,454	(244)	65,171	3,189
Changes in provision for asset dismantling costs	(2,571)	3,305	3,608	2,279
Change in estimated liability for employee benefits	83,096	(1,362)	307,017	223,757
Changes in fair value of long-term receivables	(57)	(221)	(567)	(156)
Provision of allowance of doubtful debts	-	-	118	-
Share of results of associate companies	29,069	22,659	67,400	60,133
Loss on significant influence over an associate	25,157	-	25,157	-
Share of results of a joint venture	(38,715)	13,627	33,109	171,889
Financial income	(24,443)	(28,536)	(92,124)	(121,401)
Financial expenses	158,598	169,104	665,618	694,150
Operating cash flows before working capital changes	1,691,618	789,184	4,069,464	3,206,299
Changes in working capital				
Other non-current receivables	(211,705)	(156,377)	(282,197)	(157,288)
Inventories	(245,111)	326,512	(399,189)	(166,592)
Trade and other receivables	132,438	185,136	(204,610)	(38,922)
Advances to suppliers	133,847	127,273	(108,975)	18,727
Prepaid taxes	(27,353)	(25,854)	(29,095)	9,234
Trade and other payables and accruals	(225,926)	(285,058)	(182,882)	(118,314)
Advances from customers	295,178	(50,597)	255,490	1,585
Cash flows generated from operations	1,542,986	910,219	3,118,006	2,754,729
Interest received	23,909	46,471	91,454	143,504
Interest paid	(156,183)	(167,401)	(637,274)	(698,882)
Income tax paid	(153,334)	(36,202)	(503,616)	(653,798)
Net cash flows generated from operating activities	1,257,378	753,087	2,068,570	1,545,553

	Group – Q4		Group – Full Year	
	31/12/2016	31/12/2015 Restated*	31/12/2016	31/12/2015 Restated*
	Rp ' million	Rp ' million	Rp ' million	Rp ' million
Cash flows from investing activities				
Additions to property, plant and equipment	(298,508)	(409,167)	(1,281,259)	(1,820,509)
Additions to biological assets	(33,075)	7,825	(34,096)	(922)
Increase in plasma receivables	(46,435)	(61,582)	(189,696)	(182,062)
Proceeds from disposal of property and equipment	546	939	2,106	3,578
Proceeds from disposal of plantation trees	-	-	3,986	-
Advances for projects and purchases of fixed assets	(42,413)	(2,207)	(101,019)	(223,086)
Investment in associated companies	-	(40,878)	-	(757,006)
Investment in joint venture	-	(69,389)	-	(189,541)
Capital reduction on an associate company	-	-	30,960	-
Acquisition of subsidiaries, net of cash acquired	-	-	(54,996)	-
Net cash flows used in investing activities	(419,885)	(574,459)	(1,624,014)	(3,169,548)
Cash flows from financing activities				
Proceeds from interest-bearing loans and borrowings	814,334	788,300	4,129,767	4,309,771
Repayment of interest-bearing loans and borrowings	(1,085,067)	(797,230)	(4,143,253)	(4,318,628)
Net proceeds from amount due to related parties	33,335	(93,525)	202,805	35,475
Dividend payments by subsidiaries to non- controlling interests	(2,372)	(3,665)	(125,596)	(218,431)
Acquisition of treasury shares	-	-	-	(151,903)
Dividend payment to Company's shareholders	-	-	(68,288)	(71,873)
Non-controlling shareholder capital injection from a subsidiary	-	-	7,000	387,689
Acquisitions of non-controlling interests	-	-	-	(11,854)
Net cash flows (used in)/generated from financing activities	(239,770)	(106,120)	2,435	(39,754)
Net increase / (decrease) in cash and cash equivalents	597,723	72,508	446,991	(1,663,749)
Effect of changes in exchange rates on cash and cash equivalents	12,175	(47,583)	(11,253)	47,069
Cash and cash equivalents at the beginning of the period/ year	1,794,940	1,944,175	1,969,100	3,585,780
Cash and cash equivalents at the end of the year	2,404,838	1,969,100	2,404,838	1,969,100

* The restated figures were related to the amendments FRS 16 and FRS 41 Agriculture – Bearer Plants

1(d)(i). A statement (for the issuer and group) showing either (i) all the changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

STATEMENT OF CHANGES IN EQUITY

	Group		Company	
	31/12/2016	31/12/2015 Restated*	31/12/2016	31/12/2015
	Rp ' million	Rp ' million	Rp ' million	Rp ' million
Issued Share				
Balance as at 1 January / 31 December ⁽¹⁾	3,584,279	3,584,279	10,912,411	10,912,411
Treasury shares of the Company				
Balance as at 1 January	(390,166)	(238,263)	(390,166)	(238,263)
Purchase of treasury shares	-	(151,903)	-	(151,903)
Balance as at 31 December	(390,166)	(390,166)	(390,166)	(390,166)
Reserves				
Balance as at 1 January (As previously stated)	10,743,482	10,666,852	769,401	700,244
Cumulative effect of adopting FRS16 & FRS41	(3,129,976)	(3,023,968)	-	-
Balance as at 1 January (As restated)	7,613,506	7,642,884	769,401	700,244
Dividend payment	(68,288)	(71,873)	(68,288)	(71,873)
Actuarial gain/ (loss) on employee benefits liability	(1,359)	90,625	-	-
Net profit/ (loss) and total recognized income for the year	506,540	(48,130)	84,125	141,030
Balance as at 31 December	8,050,399	7,613,506	785,238	769,401
Other Reserves**				
Balance as at 1 January (As previously stated)	452,154	615,829	144,152	144,152
Cumulative effect of adopting FRS16 & FRS41	21,083	24,287	-	-
Balance as at 1 January (As restated)	473,237	640,116	144,152	144,152
Foreign currency translation	45,228	(100,862)	-	-
Share of other comprehensive gain/ (loss) of a joint venture	83,506	(36,686)	-	-
Share of other comprehensive loss of an associate company	(42,286)	(25,129)	-	-
Acquisition of non-controlling interest by a subsidiary	-	(4,202)	-	-
Increase of share capital in subsidiary	727	-	-	-
Changes in subsidiary equity	28,380	-	-	-
Employee share based compensation reserve	1,331	-	-	-
Balance as at 31 December	590,123	473,237	144,152	144,152

	Group		Company	
	31/12/2016	31/12/2015 Restated*	31/12/2016	31/12/2015
	Rp ' million	Rp ' million	Rp ' million	Rp ' million
<u>Non-controlling Interests</u>				
Balance as at 1 January (As previously stated)	9,855,945	9,088,455	-	-
Cumulative effect of adopting FRS16 & FRS41	(956,953)	(803,997)	-	-
Balance as at 1 January (As restated)	8,898,992	8,284,458	-	-
Dividend payments by subsidiaries	(125,596)	(218,431)	-	-
Difference arising from changes in subsidiary equity	464	-	-	-
Actuarial gain on employee benefits liability	125	59,383	-	-
Acquisition of non-controlling interest by a subsidiary	21	7,000	-	-
Capital injection from non-controlling interest	-	683,702	-	-
Foreign currency translation	(16,338)	5,796	-	-
Net profit and total recognised income for the year	285,749	84,734	-	-
Acquisition of non-controlling interest portion	-	(7,650)	-	-
Balance as at 31 December	9,043,417	8,898,992	-	-
Total Equity	20,878,052	20,179,848	11,451,635	11,435,798

Notes:

- (1) The issued capital of the Group differs from that of the Company as a result of applying the reverse acquisition accounting in accordance with FRS 103. It represents the total of the deemed cost of acquisition immediately before the Acquisition and issue/placement of new shares by the Company subsequent to the Acquisition.
- * The restated figures were related to the adoption of amendments FRS 16 and FRS 41 Agriculture – Bearer Plants.
- ** Other reserves comprise capital reserves of subsidiary companies; gain on sale of treasury shares and foreign currency translation differences.

- (d)(ii). **Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issue of equity securities, issue of shares for cash or consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at end of the current financial period reported on and as at end of the corresponding period of the immediately preceding financial year.**

The Company did not issue any shares during the period. As of 31 December 2016 and 2015, the number of issued shares was 1,447,782,830, of which 51,878,300 shares were held as treasury shares.

There were no outstanding convertibles as at 31 December 2016 and 2015.

- (d)(iii). **To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	Company	
	31/12/2016	31/12/2015
	(' 000)	(' 000)
Total number of issued shares	1,447,783	1,447,783
Less: Treasury shares	(51,878)	(51,878)
Total number of issued shares excluding treasury shares	1,395,905	1,395,905

- (d)(iv). **A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Treasury Shares	Company	
	No of shares ('000)	Amount Rp ' million
Balance as at 1 January	51,878	390,166
Purchase of treasury shares	-	-
Balance as at 31 December 2016	51,878	390,166

2. **Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.**

This consolidated financial information has not been audited nor reviewed by the external auditors.

3. **Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

4. **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The accounting policies have been consistently applied by the Company and the Group, and are consistent with those used in the previous financial year except for the adoption of new or revised FRS that are mandatory for financial years beginning on or after 1 January 2016.

5. *If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changes, as well as the reason for, and the effect of, the change.*

Amendments to FRS 16 and FRS 41 Agriculture – Bearer Plants

The Group adopted the amendments to FRS 16 and FRS 41 with effect from January 2016. Under the amendments, biological assets that meet the definition of bearer plants will no longer be within the scope of FRS 41. Instead, bearer plants will be measured under FRS 16 at accumulated cost (before maturity) using the cost model (after maturity). However, the agricultural produce growing on bearer plants will remain within the scope of FRS 41 to be measured at fair value less costs to sell.

Depreciation for bearer plants is computed on a straight-line basis over their economic useful lives. We have applied these amendments retrospectively.

Based on its initial adoption on 1 January 2016, the Group's total assets and deferred tax liabilities decreased approximate Rp5.4 trillion and Rp1.4 trillion, respectively, with a corresponding decrease of Rp4.1 trillion in total equity. The change in accounting policy has been applied retrospectively and the comparatives have been restated with the following impact:

	As restated	As previously reported	As restated	As previously reported
	31/12/2015	31/12/2015	01/01/2015	01/01/2015
Balance Sheet	Rp ' million	Rp ' million	Rp ' million	Rp ' million
Non-current assets				
Biological assets	360,802	15,878,940	305,299	15,060,646
Property, plant and equipment	21,401,503	11,496,484	20,478,282	11,026,669
Deferred tax assets	1,378,386	1,390,334	1,141,028	1,152,977
Current assets				
Other current assets	191,994	-	232,165	-
Non-current liabilities				
Deferred tax liabilities	773,739	2,140,966	719,283	1,999,124
Equity				
Revenue reserves	7,613,506	10,743,482	7,642,884	10,666,852
Other reserves	473,237	452,154	640,116	615,829
Non-controlling interests	8,898,992	9,855,945	8,284,458	9,088,455

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding year, after deducting any provision for the preference dividends; (a) Based on weighted average number of shares and (b) On a fully diluted basis (detailing any adjustments made to the earnings)

Basic earnings per share amounts are calculated by dividing earnings for the period attributable to the equity holders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted earnings per share is calculated on the same basis as the basic earnings per share except that the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential ordinary shares. The Company has no dilutive potential ordinary shares as at 31 December 2016.

	Group – Full Year		
	31/12/2016	31/12/2015 Restated	Change %
Earnings per share (Rp)			
Based on weighted average number of share	363	(34)	n/m
Based on a fully diluted basis	363	(34)	n/m
Earnings per share (SGD 'cents) (converted at Rp9,645/S\$1)			
Based on a fully diluted basis	3.8	(0.4)	n/m

7 Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-

The net asset value per share for the Group is calculated using the Group's net asset value attributable to equity holders as at end of each period divided by the issued share capital of 1,395,904,530 (excluding 51,878,300 held as treasury shares) as of 31 December 2016 and 31 December 2015.

	Group		Company	
	31/12/2016	31/12/2015 Restated	31/12/2016	31/12/2015 Restated
Net asset value per share (Rp)	8,484	8,081	8,204	8,192
Net asset value per share (SGD 'cents) (converted at Rp9,299/S\$1)	91.2	86.8	88.2	88.1

- 8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Review of Group Performance

	Group – 4Q			Group – Full Year		
	31/12/2016	31/12/2015 Restated	Change	31/12/2016	31/12/2015 Restated	Change
	Rp ' million	Rp ' million	%	Rp ' million	Rp ' million	%
Revenue						
Plantations						
External sales	1,774,834	1,599,116	11.0	4,964,597	5,418,895	(8.4)
Inter-segment sales *	1,021,573	960,798	6.3	4,111,364	3,730,115	10.2
Sub-total	2,796,407	2,559,914	9.2	9,075,961	9,149,010	(0.8)
Edible Oils & Fats **						
External sales	2,488,413	2,176,058	14.4	9,566,341	8,416,549	13.7
Inter-segment sales *	3,830	-	n/m	43,080	2,849	n/m
Sub-total	2,492,243	2,176,058	14.5	9,609,421	8,419,398	14.1
Elimination of inter-segment sales *	(1,025,403)	(960,798)	6.7	(4,154,444)	(3,732,964)	11.3
Total revenue to external parties	4,263,247	3,775,174	12.9	14,530,938	13,835,444	5.0
Gross Profit	1,420,191	885,138	60.4	3,488,736	2,968,559	17.5
Gross Profit %	33.3	23.4		24.0	21.5	

* Comprises mainly internal CPO sales to the Group's own refineries

** Comprises mainly cooking oil, margarine and copra-based products

Financial Performance

Overview: The effects of the El Nino in 2015 has affected upstream production as fresh fruit bunches (FFB) and crude palm oil (CPO) fell 13% and 17% to 2,981,000 tonnes and 833,000 tonnes respectively.

Despite lower palm production, the Group reported a positive set of results for FY2016 which was mainly attributable to a strong recovery in average selling prices of agriculture crops in 4Q2016. The Group's consolidated revenue rose 5% to Rp14.5 trillion in FY2016, and net profit attributable to equity holders increased to Rp507 billion compared to net losses of Rp48 billion a year ago. The improved result is attributable to recovery of commodity prices, higher other operating income, lower losses from the joint venture CMAA, higher biological assets gains and foreign currency gains.

Revenue: The Group reported consolidated revenue (after elimination of inter-segment sales) of Rp4.3 trillion in 4Q2016, growing 13% over Q42015 on higher sales from both divisions. On a full year basis, consolidated revenue grew 5% to Rp14.5 trillion mainly on strong sales from the Edible Oils & Fats (EOF) Division.

Plantation Division reported a 9% revenue growth in 4Q2016 on significantly higher selling prices of CPO and palm kernel (PK) related products which more than offset weaker palm output. On a year-to-date basis, revenue came in close to FY2015 on higher average selling prices of palm products and higher sugar sales, but this was offset by lower sales volume of palm products and rubber.

EOF Division continued to perform well with revenue growing 15% in 4Q2016 and 14% in FY2016 mainly attributable to strong sales volume and higher average selling price of edible oil products.

Gross Profit: The Group's gross profit grew 60% and 18% in 4Q2016 and FY2016. The improved gross profit mainly attributable to higher average selling prices of palm products and sugar, which was partly offset by lower sales volume.

Selling and Distribution Expenses (S&D): The Group reported significantly lower S&D in 4Q2016 of Rp121 billion compared to Rp200 billion in 4Q2015, this was mainly due to higher advertising and promotion expenses and export tax incurred in last year. On a full year basis, S&D maintained at last year's level.

General and Administration Expenses (G&A): The Group's G&A reported higher G&A in 4Q2016 of Rp263 billion compared to Rp242 billion in 4Q2015. The increase was mainly attributable to higher salaries and employee benefits.

Other Operating Income: Higher other operating income in 4Q2016 and FY2016 were mainly due to the recognition of Rp107 billion damages claim from a contractor for a significant delay in the completion of a turn-key project.

Other Operating Expenses: Higher other operating expenses in 4Q2016 were mainly attributable to the provision for unrecoverable advances, this was partly offset by a lower provision for uncollectible and changes in amortised cost of plasma receivables.

Foreign Exchange Gain/(Loss): The foreign exchange impacts were principally attributable to the translation of US dollar and Singapore dollar denominated loans, assets and liabilities. The Group recognised foreign currency losses of Rp97 billion in 4Q2016 compared to gains of Rp192 billion in 4Q2015 as the Indonesian Rupiah weakened during the quarter. On a full year basis, the Group reported foreign currency gains of Rp94 billion compared to losses of Rp290 billion in FY2015 as the Indonesian Rupiah strengthened against the US Dollar (Rp13,436/US\$ as of 31 December 2016 versus Rp13,795/US\$ in last year end).

Share of Results of Associate Companies: The Group recognized share of losses from associate companies of Rp67 billion in FY2016 compared to Rp60 billion in FY2015. The higher losses were mainly attributable to FP Natural Resources Limited, a 30% associate of the Company which in turn owns 59.7% Roxas, the largest integrated sugar business in the Philippines.

Share of Results of a Joint Venture: The Group's 50% joint venture in Brazil, CMAA contributed a profit of Rp39 billion in 4Q2016. On full year basis, share of losses from CMAA was significantly lower at Rp33 billion compared to Rp172 billion in FY2015. The improved results were attributable to higher prices of sugar and ethanol.

Gain Arising from Changes in Fair Values of Biological Assets: The Group recognized gains of Rp99 billion in 4Q2016 and Rp219 billion in FY2016 mainly relating to net changes in fair values of agriculture produce. The gains were mainly attributable to higher volume and higher average selling prices of agriculture crops.

Profit from Operations before Biological Assets Gain: In 4Q2016, Profit from Operations grew 79% mainly on higher gross profit and other operating income, but partly offset by foreign currency losses. On full year basis, Profit from Operations grew 129% on higher gross profit, higher other operating income, lower losses from the joint venture CMAA, and foreign currency gains.

EBITDA exclude forex gain/ (loss): Group recorded EBITDA growth of 112% in 4Q2016 and 34% in FY2016. This was mainly due to higher gross profit on significantly higher average selling prices of palm products, higher other operating income and lower losses from a joint venture, CMAA.

Income Tax Expense: The high effective tax rates of 52% in 4Q2016 and 53% in FY2016 respectively were mainly due to non-deductible expenses, the write-off of certain tax losses carried forward and share of losses of associate and joint venture companies which are not available for set-off against profit from other group's entities.

Net Profit After Tax (NPAT): The Group's NPAT grew 73% to Rp492 billion in 4Q2016. On full year basis, NPAT increased to Rp792 billion from Rp37 billion a year ago. The strong results were primarily due to higher profits from operations as explained above, but partly offset by higher effective tax.

Review of Financial Position

As of December 2016, total non-current assets of Rp29.7 trillion were slightly higher than the previous year end. The increase was due to higher plasma receivables and higher carrying value in CMAA, but this was partly offset by lower carrying value of investment in associate companies due to share of losses, lower advances for projects, and lower deferred tax assets.

The Group reported total current assets of Rp6.8 trillion in December 2016, which were Rp1.2 trillion higher than the previous year end. The increase was mainly attributable due to (i) higher inventories arising from higher CPO and palm kernel related stocks at plantation; (ii) higher other current assets; (iii) higher advances to suppliers for the purchase of raw materials; and (iv) significantly higher cash levels arising from higher cash flows generated from operations.

As of December 2016, total current liabilities of Rp4.7 trillion were lower than last year end of Rp6.5 trillion. This was mainly attributable to the refinancing of certain short-term facilities to long-term loans during the year and lower trade payables. This was partly offset by higher income tax payable and advances from customers for purchases of goods.

Total non-current liabilities of Rp11.0 trillion in December 2016 were higher than Rp8.7 trillion in December 2015. This was mainly due to the refinancing of certain short-term facilities to long-term loans as explained above, higher amount due to related parties, and higher estimated liabilities for employee benefits which was determined based on the actuarial calculations in accordance with the provisions of the Indonesian Labor Law.

Review of Cash Flows

The Group generated higher net cash flows from operations of Rp2.0 trillion in FY2016 compared to Rp1.5 trillion in FY2015. This was mainly arising from recovery of operating performance.

Net cash flows used in investing activities in FY2016 was Rp1.6 trillion, which comprised principally capital expenditure relating to additions of fixed assets, bearer plants, advances for plasma projects and the investment in a tea plantation. The investing activities were mainly funded by cash flows from operations.

In FY2016, the Group reported a positive free cash flow of Rp0.4 trillion compared to a negative free cash flow in last year. The Group also maintained its debt level with no additional net cash flows from financing activities in FY2016. As a result, the Group's cash levels increased by Rp0.4 trillion to Rp2.4 trillion in December 2016.

9. *Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.*

Not applicable.

10. *A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.*

Whilst we are upbeat about 2017, agricultural commodity prices remain volatile on a soft global economy particularly China and fluctuations of Indonesian Rupiah and US Dollar. These circumstances will continue to aggravate the complex mix peculiar to any agribusiness such as the weather, export restrictions, the higher

co-relationship between the prices of crude oil and various commodities, and the performance of competing crops such as soybean oil.

As a diversified and vertically integrated agribusiness with a dominant presence in Indonesia, our operations continue to be supported by positive economic outlook for Indonesia, with the ongoing fiscal reforms and strong domestic consumption.

We are cautiously managing our activities during this challenging period to mitigate risks and exposures. We will place a stronger emphasis on extracting the optimal from our value chain, and proactively improve operations, increase yields, raise productivity and control costs.

11. If a decision regarding dividend has been made.

(a) Current Financial Period Reported On

Any dividend recommended for the current financial year reported on? Yes.

The Directors have recommended to the Company to pay a first and final dividend in respect of the financial year ended 31 December 2016. The details of the dividend will be announced before the end of March 2017.

The payment of the dividend will be subject to the approval by shareholders at the forthcoming AGM to be convened in end April 2017.

(b) Any dividend declared for the previous corresponding period ? Yes

Type of dividend: First and final dividend

Dividend type: Cash

Dividend per share: S\$0.005

12. If no dividend has been declared (recommended), a statement to that effect.

Not applicable.

13. Disclosure of the aggregate value of the transactions conducted under the shareholders' mandate for interested person transaction Rule 920(1)(a)(ii) of the Listing Manual

The Group has the following the interest person transactions ("IPT") for Full Year 2016:

Name of Interested Person	Aggregate value of all Interested person transactions (excluding transactions less than S\$100,000)	
	Rp 'billion	USD 'million
PT ISM Group		
<ul style="list-style-type: none"> Sales of cooking oil, margarine and others Purchase of goods and services 	3,430 129	- -
Salim Group		
<ul style="list-style-type: none"> Sales of cooking oil, seeds and material Purchases of goods and services Shareholder loans Corporate guarantees 	1,166 529 1,398 3,094	- - - 18

14. **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year**

In Rp' million	Plantations	Edible Oil &Fats	Others/ eliminations**	Total
<u>Full Year 2016</u>				
<u>Revenue</u>				
External sales	4,964,597	9,566,341	-	14,530,938
Inter-segments sales	4,111,364	43,080	(4,154,444)	-
Total Revenue	9,075,961	9,609,421	(4,154,444)	14,530,938
<u>Results</u>				
Segment profit	2,105,235	257,058	(193,446)	2,168,847
Segment profit %	23.2	2.7	4.7	14.9
Foreign exchange loss				94,188
Net financial costs				(573,494)
Profit before tax				1,689,541
Income tax expense				(897,252)
Net profit for the year				792,289

In Rp' million	Plantations	Edible Oil &Fats	Others/ eliminations**	Total
<u>Full Year 2015</u>				
<u>Revenue</u>				
External sales	5,418,895	8,416,549	-	13,835,444
Inter-segments sales	3,730,115	2,849	(3,732,964)	-
Total Revenue	9,149,010	8,419,398	(3,732,964)	13,835,444
<u>Results</u>				
Segment profit	1,189,426	227,572	(225,618)	1,191,380
Segment profit %	13.0	2.7	6.0	8.6
Foreign exchange loss				(289,887)
Net financial costs				(572,749)
Profit before tax				328,744
Income tax expense				(292,140)
Net profit for the year				36,604

** Others/eliminations include elimination adjustments for inter-division sales and purchases, net unrealised margins arising from inter-division sales and purchases and regional office's overhead costs.

Revenue by Geographical Market

	Group – Full Year				
	31/12/2016		31/12/2015		Change %
	Rp' million	%	Rp' million	%	
Indonesia	13,515,785	93.0	12,649,115	91.4	6.9
Asia	794,811	5.5	887,986	6.4	(10.5)
Europe	44,739	0.3	75,288	0.5	(40.6)
Africa, Middle East & Oceania	161,713	1.1	220,794	1.6	(26.8)
America	13,890	0.1	2,261	0.1	n/m
Total revenue	14,530,938	100.0	13,835,444	100.0	5.0

15. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Please refer to Para 8 and 10 above.

16. A breakdown of sales

		Group – Full Year		
		2016 Rp 'million	2015 Rp 'million Restated	% Increase / (Decrease)
(a)	Sales reported for the first half year	6,715,474	6,791,829	(1.1)
(b)	Profit/ (loss) after tax before deducting non-controlling interests for first half year	118,461	(134)	n/m
(c)	Sales reported for second half year	7,815,464	7,043,615	11.0
(d)	Profit after tax before deducting non-controlling interests reported for second half year	673,828	36,738	n/m

Notes:

Profit/ (loss) after tax before non-controlling interests, excluding fair value gain or loss on the biological assets:-

		Group – Full Year		
		2016 Rp 'million	2015 Rp 'million Restated	% Increase / (Decrease)
(b)	Profit/ (loss) after tax before deducting non-controlling interests for first half year	23,036	(19,059)	n/m
(d)	Profit after tax before deducting non-controlling interests reported for second half year	550,253	46,325	n/m

17. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

The Company confirms that it has procured undertakings from all its directors and executive officers in the form set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full as follows:

Please refer to Para 11 above.

19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13)

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited, we confirm that no persons occupying managerial positions in the Company or any of its principal subsidiaries who are a relative of a director or Chief Executive Officer or substantial shareholder of the Company.

BY THE ORDER OF THE BOARD

Mark Julian Wakeford
Chief Executive Officer and Executive Director

28 February 2017