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FIRST PACIFIC COMPANY LIMITED

第一太平

(Incorporated with limited liability under the laws of Bermuda)
Website: <http://www.firstpacific.com>

(Stock Code: 00142)

OVERSEAS REGULATORY ANNOUNCEMENT

(This overseas regulatory announcement is issued pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.)

Please refer to the attached filings made by Indofood Agri Resources Ltd. to the Singapore Stock Exchange, relating to (i) Unaudited Financial Statements for the second quarter ended 30th June 2010; and (ii) Press Release for the second quarter 2010 Results.

Dated this the 12th day of August, 2010

As at the date of this announcement, the board of directors of First Pacific Company Limited comprises the following directors:

Anthoni Salim, *Chairman*
Manuel V. Pangilinan, *Managing Director and CEO*
Edward A. Tortorici
Robert C. Nicholson
Ambassador Albert F. del Rosario
Napoleon L. Nazareno
Professor Edward K.Y. Chen*, *GBS, CBE, JP*

Tedy Djuhar
Ibrahim Risjad
Benny S. Santoso
Graham L. Pickles*
Sir David W.C. Tang*, *KBE*
Jun Tang*

**Independent Non-executive Directors*


SECOND QUARTER RESULTS * FINANCIAL STATEMENT AND RELATED ANNOUNCEMENT

* Asterisks denote mandatory information

Name of Announcer * INDOFOOD AGRI RESOURCES LTD.
Company Registration No. 200106551G
Announcement submitted on behalf of INDOFOOD AGRI RESOURCES LTD.
Announcement is submitted with respect to * INDOFOOD AGRI RESOURCES LTD.
Announcement is submitted by * Mak Mei Yook
Designation * Company Secretary
Date & Time of Broadcast 12-Aug-2010 06:03:19
Announcement No. 00005

>> ANNOUNCEMENT DETAILS

The details of the announcement start here ...

For the Financial Period Ended * 30-06-2010
Description Please refer to the attached file.
Attachments  IFAR2QResults.pdf
Total size = **132K**
(2048K size limit recommended)



UNAUDITED FINANCIAL STATEMENTS FOR THE SECOND QUARTER ENDED 30 JUNE 2010

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 – Q2			Group – YTD 6 months		
	30/06/2010	30/06/2009	Change	30/06/2010	30/06/2009	Change
	Rp ' million	Rp ' million	%	Rp ' million	Rp ' million	%
Revenue	2,095,426	2,288,794	(8.4)	4,207,056	4,283,737	(1.8)
Cost of sales	(1,329,290)	(1,521,005)	(12.6)	(2,642,571)	(2,694,198)	(1.9)
Gross Profit	766,136	767,789	(0.2)	1,564,485	1,589,539	(1.6)
Gross Profit %	36.6%	33.5%		37.2%	37.1%	
Selling and distribution costs	(60,781)	(63,092)	(3.7)	(112,984)	(119,882)	(5.8)
General and administrative expenses	(168,979)	(177,057)	(4.6)	(336,179)	(330,743)	1.6
Foreign exchange gains	7,983	240,150	n/m	43,109	145,400	(70.4)
Other operating income	16,088	20,188	(20.3)	38,918	82,469	(52.8)
Other operating expenses	(37,657)	(12,304)	206.1	(62,239)	(17,934)	247.0
Profit from operations before biological asset gains	522,790	775,674	(32.6)	1,135,110	1,348,849	(15.8)
Gain arising from changes in fair value of biological assets	20,176	593,192	n/m	20,176	593,192	n/m
Profit from operations include biological asset gains	542,966	1,368,866	(60.3)	1,155,286	1,942,041	(40.5)
Financial income	16,517	16,596	(0.5)	36,323	40,314	(9.9)
Financial expenses	(111,733)	(115,323)	(3.1)	(197,940)	(221,176)	(10.5)
Profit before tax	447,750	1,270,139	(64.7)	993,669	1,761,179	(43.6)
Income tax expense	(129,623)	(290,393)	(55.4)	(270,474)	(482,513)	(43.9)
Net profit / total comprehensive income for the period	318,127	979,746	(67.5)	723,195	1,278,666	(43.4)
Total comprehensive income attributable to:-						
- Equity holders of the Company	235,444	682,406	(65.5)	545,288	922,650	(40.9)
- Minority interests	82,683	297,340	(72.2)	177,907	356,016	(50.0)
	318,127	979,746	(67.5)	723,195	1,278,666	(43.4)

Note : There were no other comprehensive income during the period.

n.m. denotes "Not Meaningful"

Additional Information:-

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

	Group – Q2			Group – YTD 6 months		
	30/06/2010	30/06/2009	Change	30/06/2010	30/06/2009	Change
	Rp ' million	Rp ' million	%	Rp ' million	Rp ' million	%
Profit from operations	542,966	1,368,866	(60.3)	1,155,286	1,942,041	(40.5)
Add: Depreciation & amortisation	100,914	81,165	24.3	196,038	159,767	22.7
Add: Gain arising from changes in fair value of biological assets	(20,176)	(593,192)	n/m	(20,176)	(593,192)	n/m
EBITDA includes forex gains	623,704	856,839	(27.2)	1,331,148	1,508,616	(11.8)
Less: Forex gains	7,983	240,150	n/m	43,109	145,400	(70.4)
EBITDA excludes forex gains	615,721	616,689	(0.2)	1,288,039	1,363,216	(5.5)
EBITDA%	29.4%	26.9%		30.6%	31.8%	

Earnings per share (EPS) and net assets value (NAV) per share

In SGD 'cents (converted at Rp6,578/S\$1)	Group – YTD 6 months		
	30/06/2010	30/06/2009	Change %
EPS *	5.8	9.7	(40.9)

* EPS excluding the effect of biological asset gain would have been SGD 5.4 cents in 1H 2010, down 20.2% as compared to SGD 6.8 cents in 1H 2009.

In SGD 'cents (converted at Rp6,481/S\$1)	Group		
	30/06/2010	31/12/2009	Change %
NAV per share	107.2	101.3	5.8

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

Other information:-	Group – Q2			Group – YTD 6 months		
	30/06/2010	30/06/2009	Change	30/06/2010	30/06/2009	Change
	Rp ' million	Rp ' million	%	Rp ' million	Rp ' million	%
Depreciation of property, plant and equipment	84,747	67,548	25.5	163,297	132,625	23.1
Amortisation of prepaid land premiums and deferred land rights acquisition costs	16,167	13,617	18.7	32,741	27,142	20.6
Interest on borrowings	100,981	113,250	(10.8)	184,924	217,238	(14.9)
Loss on disposal of biological assets	-	3,730	n/m	-	3,730	n/m
Loss on write-off of property and equipment	183	357	(48.7)	185	657	(71.8)
Loss on write-off of plasma receivables	-	-	n/m	-	4,087	n/m
Loss/ (gain) arising from changes in fair values of plasma receivables	4,011	(4,401)	n/m	9,793	(6,652)	n/m
Provision for uncollectible plasma receivables	6,301	1,749	n/m	11,831	3,568	n/m
(Gain)/ loss on disposals of property and equipment	(158)	443	(135.7)	(169)	1,654	(110.2)
Provision/(reversal) of allowance for decline in market values of inventories and obsolescence of inventories	14,098	1,836	n/m	14,153	(15,211)	n/m

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	
	30/06/2010	31/12/2009	30/06/2010	31/12/2009
	Rp ' million	Rp ' million	Rp ' million	Rp ' million
Non-current assets				
Biological assets	9,868,026	9,486,096	-	-
Property, plant and equipment	4,705,822	4,223,457	67,918	70,001
Prepaid land premiums and deferred land rights acquisition costs	1,443,496	1,430,347	-	-
Goodwill	3,155,786	3,155,786	-	-
Claims for tax refund	328,441	328,844	-	-
Deferred tax assets	333,568	294,327	-	-
Investment in subsidiary companies	-	-	8,487,971	8,487,971
Loans to a subsidiary company	-	-	2,259,501	2,259,501
Other non-current assets	850,860	817,811	24	24
Total non-current assets	20,685,999	19,736,668	10,815,414	10,817,497
Current assets				
Inventories	1,261,790	1,082,557	-	-
Trade and other receivables	824,350	752,702	39,057	17,626
Advances to suppliers	145,169	160,756	-	-
Prepaid taxes	177,252	112,779	-	-
Cash and cash equivalents	2,033,763	1,802,345	164,899	183,450
Total current assets	4,442,324	3,911,139	203,956	201,076
Total assets	25,128,323	23,647,807	11,019,370	11,018,573
Current liabilities				
Trade and other payables and accruals	1,025,554	979,911	6,293	11,257
Advances from customers	69,411	92,891	-	-
Interest-bearing loans and borrowings	2,649,746	1,746,464	-	-
Income tax payable	62,162	106,182	130	130
Total current liabilities	3,806,873	2,925,448	6,423	11,387
Non-current liabilities				
Interest-bearing loans and borrowings	4,450,200	4,491,213	-	-
Bonds and Sukuk Ijarah payables	722,436	721,802	-	-
Other payables	267,001	323,096	-	-
Employee benefits liabilities	509,579	442,960	-	-
Deferred tax liabilities	1,780,861	1,763,993	-	-
Total non-current liabilities	7,730,077	7,743,064	-	-
Total liabilities	11,536,950	10,668,512	6,423	11,387
Net assets	13,591,373	12,979,295	11,012,947	11,007,186
Attributable to equity holders				
Share capital	3,584,279	3,584,279	10,912,411	10,912,411
Treasury shares	(29,283)	(29,283)	(29,283)	(29,283)
Reserves	6,438,806	5,893,518	129,819	124,058
	9,993,802	9,448,514	11,012,947	11,007,186
Minority interests	3,597,571	3,530,781	-	-
Total equity	13,591,373	12,979,295	11,012,947	11,007,186

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

	Group	
	30/06/2010	31/12/2009
	Rp ' million	Rp ' million
(i) Amounts payable in one year or less, or on demand		
Secured	1,918,709	1,176,464
Unsecured	731,037	570,000
Sub-total	2,649,746	1,746,464
(ii) Amounts repayable after one year		
Secured	4,413,737	4,453,713
Unsecured	758,899	759,302
Sub-total	5,172,636	5,213,015
TOTAL	7,822,382	6,959,479

(iii) Details of the collaterals

The above bank term loans and investment loans are secured by (i) corporate guarantees from the Company and a subsidiary; and (ii) charge over the plantation assets of the respective subsidiaries.

The unsecured amount repayable after one year included Bonds and Sukuk Ijarah payables of Rp722 billion.

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 – Q2		Group – YTD 6 months	
	30/06/2010	30/06/2009	30/06/2010	30/06/2009
	Rp ' million	Rp ' million	Rp ' million	Rp ' million
Cash flows from operating activities				
Profit before taxation	447,750	1,270,139	993,669	1,761,179
Adjustments :				
Depreciation and amortisation	100,914	81,165	196,038	159,767
Unrealized foreign exchange gains	(14,608)	(254,974)	(43,310)	(127,856)
Loss/ (gain) arising from changes in fair values of plasma receivables	4,011	(4,401)	9,793	(6,652)
Loss on disposal of biological assets	-	3,730	-	3,730
Provision for uncollectible plasma receivables	6,301	1,749	11,831	3,568
Write-off of property, plant and equipment	183	357	185	657
(Gain) / Loss on disposals of property and equipment	(158)	443	(169)	1,654
Provision / (reversal) for decline in market values of inventories and obsolescence of inventories	14,098	1,836	14,153	(15,211)
Loss on write-off of plasma receivables	-	-	-	4,087
Changes in provision for asset dismantling costs	1,005	1,345	776	1,410
Changes in employee benefits liabilities	33,914	10,605	66,619	24,474
Changes in fair value of biological assets	(20,176)	(593,192)	(20,176)	(593,192)
Changes in fair value of long-term receivables	1,768	(104)	1,774	(438)
Changes in provision for doubtful account	-	(115)	601	(115)
Financial income	(16,517)	(16,596)	(36,323)	(40,314)
Financial expenses	111,733	115,323	197,940	221,176
Operating cash flows before working capital changes	670,218	617,310	1,393,401	1,397,924
Changes in working capital				
Other non-current assets	(30,962)	(75,644)	6,838	(195,553)
Inventories	45,916	(227,118)	(193,386)	(368,171)
Trade and other receivables	(105,452)	16,518	(82,883)	(106,068)
Advances to suppliers	112,412	5,653	44,420	(114,920)
Prepaid taxes	4,767	(23,822)	(64,474)	2,498
Trade and other payables	(126,330)	54,564	(64,486)	131,292
Advances from customers	(1,081)	(72,098)	(23,480)	(20,762)
Cash flows generated from operations	569,488	295,363	1,015,950	726,240
Interest received	16,517	16,596	36,323	40,314
Interest paid	(109,785)	(123,891)	(187,452)	(231,403)
Income tax paid	(196,226)	(298,065)	(336,866)	(660,317)
Net cash flows generated from / (used in) operating activities	279,994	(109,997)	527,955	(125,166)

	Group – Q2		Group – YTD 6 months	
	30/06/2010	30/06/2009	30/06/2010	30/06/2009
	Rp ' million	Rp ' million	Rp ' million	Rp ' million
Cash flows from investing activities				
Additions to property, plant and equipment	(278,436)	(510,777)	(482,912)	(813,215)
Additions to biological assets	(188,454)	(174,322)	(351,399)	(360,102)
Increase in plasma receivables	(55,844)	(14,249)	(118,568)	(45,915)
Proceeds from disposal of property and equipment	209	595	326	866
Additions to prepaid land premiums and deferred land rights acquisition costs	(22,513)	(9,940)	(29,734)	(16,289)
Investment in shares of an associate	-	-	(5,601)	-
Advances for projects and purchase of fixed assets	(54,944)	18,239	(146,552)	(30,761)
Acquisition of minority interests in subsidiaries	-	-	-	(89,464)
Proceeds from investments in repurchase receivables	-	-	-	10,953
Proceeds from disposal of biological assets	-	1,181	-	1,381
Net cash flows used in investing activities	(599,982)	(689,273)	(1,134,440)	(1,342,546)
Cash flows from financing activities				
Proceeds from interest-bearing loans and borrowings	714,876	902,232	1,555,816	1,274,448
Repayment of interest-bearing loans and borrowings	(319,754)	(288,789)	(607,459)	(577,552)
Net proceeds / (payments) of amount due to related parties	1,900	12,175	(58,024)	16,818
Dividend payments by subsidiaries to minority shareholders	(9,652)	(104,254)	(9,652)	(108,234)
Net cash flows generated from financing activities	387,370	521,364	880,681	605,480
Net increase / (decrease) in cash and cash equivalents	67,382	(277,906)	274,196	(862,232)
Effect of changes in exchange rates on cash and cash equivalents	5,945	(109,808)	(42,778)	(58,156)
Cash and cash equivalents at the beginning of the period	1,960,436	1,875,592	1,802,345	2,408,266
Cash and cash equivalents at the end of the period	2,033,763	1,487,878	2,033,763	1,487,878

- 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	
	30/06/2010 Rp ' million	30/06/2009 Rp ' million	30/06/2010 Rp ' million	30/06/2009 Rp ' million
Issued Capital				
Balance as at 1 January / 30 June ⁽¹⁾	3,584,279	3,584,279	10,912,411	10,912,411
Treasury shares (IndoAgri)				
Balance as at 1 January / 30 June	(29,283)	(29,283)	(29,283)	(29,283)
Reserves*				
Balance as at 1 January	5,893,518	4,366,689	124,058	143,766
Net profit/ (loss) and total recognized income / (expenses) for the period	545,288	922,650	5,761	(4,163)
Balance as at 30 June	6,438,806	5,289,339	129,819	139,603
Minority Interests				
Balance as at 1 January	3,530,781	3,053,817	-	-
Dividend payments by subsidiaries	(111,117)	(108,234)	-	-
Minority interests of acquired Subsidiaries	-	(73,186)	-	-
Net profit and total recognized income for the period	177,907	356,016	-	-
Balance as at 30 June	3,597,571	3,228,413	-	-
Total Equity	13,591,373	12,072,748	11,012,947	11,022,731

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, the issued equity of Indofood Oil & Fats Pte. Ltd. immediately before the Acquisition and issue/placement of new shares by the Company subsequent to the Acquisition.

* Reserves of the Group consist of revenue reserve and capital reserve.

- (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 30 June 2010 and 2009, total number of issued shares were 1,447,782,830, of which 9,000,000 shares were held by the Company as treasury shares.

There were no outstanding convertibles as at 30 June 2010 and 2009.

(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	
	30/06/2010 (' 000)	31/12/2009 (' 000)
Total number of issued shares	1,447,783	1,447,783
Less: Treasury shares	(9,000)	(9,000)
Total number of issued shares excluding treasury shares	1,438,783	1,438,783

(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 2010	9,000	29,283
Purchase of Treasury shares	-	-
Balance as at 30 June 2010	9,000	29,283

The Company did not purchase any of its issued shares during the first half of 2010.

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.

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.*

Not applicable.

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 30 June 2010.

Earnings per share (Rp)	Group – Q2			Group – YTD 6 months		
	30/06/2010	30/06/2009	Change %	30/06/2010	30/06/2009	Change %
Based on weighted average number of share	164	474	(65.5)	379	641	(40.9)
Based on a fully diluted basis	164	474	(65.5)	379	641	(40.9)
Note:						
EPS exclude the effect of biological asset gain	143	282	(49.3)	358	449	(20.2)

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 1,438,782,830 shares (excluding 9,000,000 held in treasury shares) as of 30 June 2010 and 2009.

Net asset value per share (Rp)	Group		Company	
	30/06/2010	31/12/2009	30/06/2010	31/12/2009
	6,946	6,567	7,654	7,650

- 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 – Q2			Group – YTD 6 months		
	30/06/2010 Rp ' million	30/06/2009 Rp ' million	Change %	30/06/2010 Rp ' million	30/06/2009 Rp ' million	Change %
Revenue						
Plantations						
External sales	626,039	702,634	(10.9)	1,243,597	1,290,509	(3.6)
Inter-segment sales	936,119	775,730	20.7	1,639,367	1,386,233	18.3
Sub-total	1,562,158	1,478,364	5.7	2,882,964	2,676,742	7.7
Cooking Oils & Fats						
External sales	1,276,560	1,393,557	(8.4)	2,563,610	2,648,353	(3.2)
Inter-segment sales	168	-	-	168	-	-
Sub-total	1,276,728	1,393,557	(8.4)	2,563,778	2,648,353	(3.2)
Commodity						
External sales	192,827	192,603	0.1	399,849	344,875	15.9
Inter-segment sales	21,953	41,026	(46.5)	33,906	47,460	(28.6)
Sub-total	214,780	233,629	(8.1)	433,755	392,335	10.6
Elimination	(958,240)	(816,756)	17.3	(1,673,441)	(1,433,693)	16.7
Total revenue to external parties	2,095,426	2,288,794	(8.4)	4,207,056	4,283,737	(1.8)
Gross Profit	766,136	767,789	(0.2)	1,564,485	1,589,539	(1.6)
Gross Profit %	36.6%	33.5%		37.2%	37.1%	

Revenue and Gross Margin: Group's revenue in Q2 2010 was 8% below Q2 2009 principally due to lower cooking oils & fats sales and lower crude palm oil (CPO) sales to external parties. For similar reasons, the Group's 1H 2010 revenue was 2% lower compared to the same period last year.

Plantation Division delivered improved performance in Q2 2010 with total revenue up 6% against same quarter last year on higher average selling prices of rubber and palm kernel, as well as higher palm seed sales. Nearly 60% of the Plantation Division's Q2 2010 sales value was internal sales to the downstream refinery as compared to 52% in the same quarter last year. On year-to-date basis, total revenue was likewise 8% higher than a year ago on higher average selling prices of plantation crops and higher palm seed sales. Operating profit margin (excluding biological asset gain) for the Plantation Division was 35.6% in Q2 2010 compared to 40.9% in Q2 2009 on higher estates maintenance costs arising from more mature plantation estates and lower average selling price of CPO.

In term of CPO production, the Group produced 323,000 MT of CPO in 1H 2010, down 5% against 1H 2009 on lower purchases of fresh fruit bunches (FFB) from plasma farmers and lower nucleus production.

Cooking Oils and Fats Division recorded lower revenue of 8% and 3% in Q2 2010 and 1H 2010, respectively on lower cooking oil and margarine sales. The softer sales were primarily due to the negative impact from intensified price competition in the domestic edible oil market. This division's operating profit fell during the quarter and year-to-date on lower sales.

Commodity Division's Q2 2010 revenue was 8% lower compared to Q2 2009, reflecting lower sales volume of palm-based and derivative products. This was partly offset by higher average selling price of copra-based products. On year-to-date basis, this division revenue was however 11% higher than the same period last year due to stronger copra-based product sales. The Commodity Division incurred smaller operating losses of Rp2.2 billion in Q2 2010 on higher average selling price of copra-based products.

Despite lower sales, Q2 2010 gross profit of Rp766 billion was flat. On year-to-date basis, gross profit was marginally lower by 2% against the corresponding period in last year.

Gain/(loss) arising from changes in fair values of biological assets: In accordance with the Singapore Financial Reporting Standards ("SFRS") No. 41, "Agriculture", biological assets are stated at fair value less estimated point-of-sale costs (estimated selling costs). Gains or losses arising from the changes in fair values of the biological assets at each reporting date are included in the consolidated income statement for the period in which they arise.

Notwithstanding the above, it is the practice of the Group to engage an independent firm of valuers to prepare the valuation of the biological assets (which primarily comprise oil palm and rubber plantations) on a semi-annual basis. The valuations were prepared based on the discounted net future cash flows of the underlying plantations. The expected net future cash flows of the underlying plantations are determined using the forecasted market prices of the related agricultural produce.

On year-to-date basis, the Group recognised Rp20 billion of gain in June 2010 (Rp593 billion gain in June 2009) mainly due to lower discount rate. This was partly offset by lower projected CPO prices in Rupiah terms due to a stronger projected Rupiah currency against the US dollar.

Profit from Operations: The Group's Q2 2010 and 1H 2010 profit from operations was 60% and 41% lower than the corresponding periods last year. The lower profit was mainly due to lower gain arising from changes in fair values of biological assets and lower net foreign exchange gains

Excluding the effects of the gain on biological assets and the foreign exchange gains, Q2 2010 EBITDA of Rp616 billion was flat to Q2 2009, while 1H 2010 EBITDA was 6% lower compared to 1H 2009 on lower gross profit.

Selling and distribution costs came in lower during the quarter and on year-to-date basis compared to the corresponding periods in last year due to tight cost controls. While G&A expenses came in lower by 5% during the quarter and maintained at last year's level on year-to-date basis. Other operating income in 1H 2010 was lower than the same period last year mainly due to reversal for decline in value of inventories of Rp15 billion and gains from dilution of shareholding in a subsidiary of Rp23 billion in 1H 2009. While higher operating expenses were mainly due to fees on Sukuk Ijarah Bonds of Rp16 billion and provision for plasma project and loss on changes in fair value of plasma receivables totaling Rp22 billion.

Net Profit After Tax (NPAT): The Group's Q2 2010 and 1H 2010 NPAT declined by 68% and 43% respectively against the corresponding periods last year mainly due to lower profits from operations as explained above. The corporate tax rate in Indonesia has reduced from 28% to 25% starting from 1 January 2010. The Group's effective tax rate for Q2 2010 was at 29% compared to 23% in Q2 2009 due to taxable adjustments.

Review of Financial Position

The Group's non-current assets were at Rp20.7 trillion as at 30 June 2010, up from Rp19.7 trillion as at 31 December 2009. The increase was principally due to additions of biological assets in respect of new planting and immature plantations; and capital expenditure relating to housing and infrastructure in plantations, on-going construction works for a new CPO refinery and a sugar factory, as well as higher plasma receivables.

Total current assets were Rp4.4 trillion as at 30 June 2010 compared to Rp3.9 trillion as at 31 December 2009. The increase was mainly due to:-

- cash and cash equivalent balance ended higher during the period principally due to positive cash flow generated from operations and drawdown of existing facilities, and after net of funds used in purchases of assets;
- increase in inventories mainly due to higher plantation crops, higher fertilizers and imported raw sugar;
- higher trade and other receivables due to higher receivables from related companies; and
- increase in prepaid taxes.

Total liabilities increased from Rp10.7 trillion as at 31 December 2009 to Rp11.5 trillion as at 30 June 2010. The increase was mainly due to higher interest bearing loans and borrowings from the additional bank facilities relating to the sugar operation.

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.*

International CPO prices averaged US\$807 per tonne (CIF Rotterdam) in 1H2010, against an average of US\$683 per tonne for the full year 2009. This price increase was driven by tighter palm oil supply, and lower palm oil inventory in Malaysia arising from lower seasonal production.

We expect the demand outlook for palm oil to remain positive in 2010 with the improving global economic climate, consumption growth from India, China and other emerging Asian economies, and coupled with stronger demand for biodiesel driven by government mandates in Europe, Brazil and Argentina. The Group production of CPO and sales of cooking oil and margarine are expected to be stronger in the second half of the year. This is in line with the seasonal peak production period for oil palm, and festival demand for our branded products.

Looking ahead, we expect the Indonesian economy to remain upbeat. The demand for palm oil products, and domestic consumption patterns supported by the population growth in Indonesia, will remain relatively resilient in the short to medium term.

11. *If a decision regarding dividend has been made.*

(a) *Current Financial Period Reported On*

Nil.

(b) *Corresponding Period of the Immediately Preceding Financial Year*

Nil.

12. **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	Cooking Oil & Fats	Commodity	Others/ eliminations	Total
Q2 2010					
Revenue					
External sales	626,039	1,276,560	192,827	-	2,095,426
Inter-segments sales	936,119	168	21,953	(958,240)	-
Total Revenue	1,562,158	1,276,728	214,780	(958,240)	2,095,426
Results					
Segment profit	576,770	532	(2,206)	(40,113) **	534,983
Segment profit %	36.9%	0%	(1.0%)		25.5%
Net gain on foreign exchange					7,983
Net financial costs					(95,216)
Profit before taxation					447,750
Tax expense					(129,623)
Profit for the period					318,127

In Rp' million	Plantations	Cooking Oil & Fats	Commodity	Others/ eliminations	Total
Q2 2009					
Revenue					
External sales	702,634	1,393,557	192,603	-	2,288,794
Inter-segments sales	775,730	-	41,026	(816,756)	-
Total Revenue	1,478,364	1,393,557	233,629	(816,756)	2,288,794
Results					
Segment profit	1,197,194	31,454	(23,549)	(76,383) **	1,128,716
Segment profit %	81.0%	2.3%	(10.1%)		49.3%
Net gain on foreign exchange					240,150
Net financial costs					(98,727)
Profit before taxation					1,270,139
Tax expense					(290,393)
Profit for the period					979,746

In Rp' million	Plantations	Cooking Oils & Fats	Commodity	Others/ eliminations	Total
Half Year 2010					
Revenue					
External sales	1,243,597	2,563,610	399,849	-	4,207,056
Inter-segments sales	1,639,367	168	33,906	(1,673,441)	-
Total Revenue	2,882,964	2,563,778	433,755	(1,673,441)	4,207,056
Results					
Segment profit	1,068,157	15,456	(12,082)	40,646 **	1,112,177
Segment profit %	37.1%	0.6%	(2.8%)		26.4%
Net gain on foreign exchange					43,109
Net financial expenses					(161,617)
Profit before taxation					993,669
Tax expense					(270,474)
Profit for the period					723,195

In Rp' million	Plantations	Cooking Oils & Fats	Commodity	Others/ eliminations	Total
Half Year 2009					
Revenue					
External sales	1,290,509	2,648,353	344,875	-	4,283,737
Inter-segments sales	1,386,233	-	47,460	(1,433,693)	-
Total Revenue	2,676,742	2,648,353	392,335	(1,433,693)	4,283,737
Results					
Segment profit	1,627,007	152,961	(20,864)	37,537 **	1,796,641
Segment profit %	60.8%	5.8%	(5.3%)		41.9%
Net gain on foreign exchange					145,400
Net financial expenses					(180,862)
Profit before taxation					1,761,179
Tax expense					(482,513)
Profit for the period					1,278,666

** 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 (based on shipment destination)

	Group – YTD 6 months				
	30/06/2010		30/06/2009		Change %
	Rp' million	%	Rp' million	%	
Indonesia	3,180,882	75.6	3,317,263	77.4	(4.1)
Asia	565,409	13.4	499,826	11.7	13.1
America	206,782	5.0	77,854	1.8	165.6
Europe	164,469	3.9	302,700	7.1	(45.7)
Africa, Middle East and Oceania	89,514	2.1	86,094	2.0	4.0
Total revenue	4,207,056	100.0	4,283,737	100.0	(1.8)

13. **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.

14. **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.

15. **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 the first half of 2010:

Name of Interested Person	Aggregate value of all Interested person transactions (excluding transactions less than S\$100,000)
	Rp 'billion
PT ISM Group	
<ul style="list-style-type: none"> • Sales of cooking oil & margarine • Purchase of goods and services 	<p>1,132.9</p> <p>25.2</p>
Salim Group	
<ul style="list-style-type: none"> • Sales of seeds and FFB • Management Fee • Purchases of services • Interest bearing loans from Salim Group • Interest bearing loans to subsidiaries, which Salim Group has a 40% shareholding interest <ul style="list-style-type: none"> ○ Principal amount outstanding in respect of the interest bearing loans at end of period ○ Maximum loan outstanding (inclusive of principal and interest) during the period • Corporate guarantees in favour of banks in respect of loan facilities extended to certain subsidiaries, which Salim group has a 40% shareholding interest <ul style="list-style-type: none"> ○ Principal amount outstanding in respect of the bank loan facilities at end of period ○ Maximum loan outstanding (inclusive of principal and interest) during the period • Rental of land 	<p>7.5</p> <p>0.1</p> <p>9.2</p> <p>223.1</p> <p>369.5</p> <p>372.6</p> <p>891.4</p> <p>895.5</p> <p>0.3</p>

BY THE ORDER OF THE BOARD

Mark Julian Wakeford
 Chief Executive Officer and Executive Director

12 August 2010

Confirmation by the Board Pursuant to Rule 705(4) of the Listing Manual

Pursuant to Rule 705(4) of the SGX-ST Listing Manual, we, Mark Julian Wakeford and Moleonoto Tjang, being two Directors of Indofood Agri Resources Ltd. ("the Company") do hereby confirm on behalf of the Board of Directors of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the Group's unaudited financial statements for the second quarter ended 30 June 2010 to be false or misleading in any material aspect.

On behalf of the Board of Directors:

Mark Julian Wakeford
Chief Executive Officer

Moleonoto Tjang
Executive Director

12 August 2010




MISCELLANEOUS

* Asterisks denote mandatory information

Name of Announcer * INDOFOOD AGRI RESOURCES LTD.
Company Registration No. 200106551G
Announcement submitted on behalf of INDOFOOD AGRI RESOURCES LTD.
Announcement is submitted with respect to * INDOFOOD AGRI RESOURCES LTD.
Announcement is submitted by * Mak Mei Yook
Designation * Company Secretary
Date & Time of Broadcast 12-Aug-2010 06:05:33
Announcement No. 00006

>> ANNOUNCEMENT DETAILS

The details of the announcement start here ...

Announcement Title * IndoAgri's Press Release for 2Q 2010
Description Please refer to the attached file.
Attachments  [IFAR2Q10Press.pdf](#)
Total size = **83K**
(2048K size limit recommended)



PRESS RELEASE

IndoAgri posts Rp235 billion (S\$36 million) for 2Q10 attributable profit

- EBITDA for 2Q10 maintained at Rp616 billion (S\$94 million) vs. 2Q09 after excluding forex gains and biological assets valuations
- Plantation Division achieved 5.7% y-o-y sales growth in 2Q10 on higher average selling prices of rubber, palm kernel and palm seed sales
- Management remains optimistic on demand outlook for palm oil

SINGAPORE – 12 August 2010 – SGX Main board-listed IndoAgri (the “Group”), a major vertically integrated agribusiness group and manufacturer of leading brands of edible oils and fats in Indonesia, announced its results for 2Q2010 with attributable profit down 65.5% to Rp235 billion (S\$36 million) from Rp682 billion (S\$104 million) in 2Q2009, mainly due to lower foreign exchange gains and biological assets valuation. Excluding the effects of the foreign exchange gains and biological assets valuation, 2Q2010 EBITDA of Rp616 billion was flat compared to 2Q2009, partly helped by lower general and administrative (G&A) expenses arising from tight cost control.

FINANCIAL HIGHLIGHTS

	Rp 'billion						S\$ 'million ¹			
	2Q10	2Q09	2Q10 vs 2Q09	1H10	1H09	1H10 vs 1H09	2Q10	2Q09	1H10	1H09
Revenue	2,095	2,289	(8.4%)	4,207	4,284	(1.8%)	319	348	640	651
Gross Profit	766	768	(0.2%)	1,564	1,590	(1.6%)	116	117	238	242
Gross Margin (%)	36.6%	33.5%	-	37.2%	37.1%	-	36.6%	33.5%	37.2%	37.1%
EBITDA ²	616	617	(0.2%)	1,288	1,363	(5.5%)	94	94	196	207
EBITDA Margin (%)	29.4%	26.9%	-	30.6%	31.8%	-	29.4%	26.9%	30.6%	31.8%
Foreign exchange gains	8	240	n/m	43	145	n/m	1	37	7	22
Gains arising from changes in fair value of biological assets	20	593	n/m	20	593	n/m	3	90	3	90
Profit From Operations	543	1,369	(60.3%)	1,155	1,942	(40.5%)	83	208	176	295
Profit Before Taxation	448	1,270	(64.7%)	994	1,761	(43.6%)	68	193	151	268
Net Profit After Tax	318	980	(67.5%)	723	1,279	(43.4%)	48	149	110	194
Attributable Net Profit	235	682	(65.5%)	545	923	(40.9%)	36	104	83	140
EPS (fully diluted) – Rp/S\$ cents	164	474	(65.5%)	379	641	(40.9%)	2.5	7.2	5.8	9.7

n/m. denotes “Not Meaningful”

¹ Converted at exchange rate of Rp6,578 to S\$1

² Earnings before interests and tax expense, depreciation and amortisation, and gain/loss from changes in fair value of biological assets and foreign exchange gains.

The Group's 2Q2010 revenue declined by 8.4% y-o-y to Rp2,095 billion (S\$319 million) mainly due to lower sales contributions from cooking oils & fats and lower crude palm oil ("CPO") sales to external parties. At the segmental level, Plantation Division's 2Q2010 total internal and external sales grew 5.7% y-o-y on higher average selling prices of rubber and palm kernel, as well as higher palm seed sales. The Group average CPO price achieved in 1H2010 was 3% higher over 1H2009, this was however offset by lower CPO sales volume of 3%.

Despite lower revenue in 2Q2010, gross profit remained flat y-o-y at Rp766 billion (S\$116 million) on higher profit contributions from rubber and palm seeds.

Mr Mark Wakeford, CEO and Executive Director, commented, ***"The Group delivered a satisfactory performance with stronger rubber and palm kernel average selling prices, palm seed sales and tight cost control. Underlying operational performance, as measured by Gross Profit and EBITDA for the second quarter, was in line with the same period last year."***

INDUSTRY OUTLOOK AND FUTURE PLANS

International CPO prices averaged US\$807 per tonne (CIF Rotterdam) in 1H2010, against an average of US\$683 per tonne for the full year 2009. This price increase was driven by tighter palm oil supply, and lower palm oil inventory in Malaysia arising from lower seasonal production.

Mr Wakeford added, ***"We expect the demand outlook for palm oil to remain positive in 2010 with the improving global economic climate, consumption growth from India, China and other emerging Asian economies, and coupled with stronger demand for biodiesel driven by government mandates in Europe, Brazil and Argentina. The Group production of CPO and sales of cooking oil and margarine are expected to be stronger in the second half of the year. This is in line with the seasonal peak production period for oil palm, and festival demand for our branded products."***

---The End ---

ABOUT INDOAGRI

Indofood Agri Resources Ltd. ("IndoAgri") is a vertically integrated agribusiness group with principal business operations that range from research and development, breeding and cultivation of oil palms, to the milling and refining of crude palm oil, and the marketing and distribution of cooking oil, margarine, shortening and other derivative products. The Group also engages in the cultivation of other crops such as rubber, sugar cane, cocoa and tea.

As of 30 June 2010, IndoAgri owns 231,307 hectares of plantations spread throughout Indonesia. Of which, 195,522 hectares and 21,553 hectares are planted with oil palm and rubber, respectively. In addition, IndoAgri also has 14,232 hectares of other crops such as sugar cane, cocoa, tea and coconut.

For more information please visit our website at: www.indofoodagri.com