



**FIRST RESOURCES LIMITED**

Company Registration No. 200415931M  
(Incorporated in the Republic of Singapore)

Condensed Interim Financial Statements  
For the six months and full year ended 31 December 2024

## First Resources Limited and its Subsidiaries

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# First Resources Limited and its Subsidiaries

## Consolidated Income Statement

	Note	FY 2024 US\$'000	FY 2023 US\$'000	Change (%)	2H 2024 US\$'000	2H 2023 US\$'000	Change (%)
Sales	5	1,038,754	980,587	5.9%	581,544	531,792	9.4%
Cost of sales		(593,052)	(617,549)	(4.0%)	(322,539)	(325,766)	(1.0%)
<b>Gross profit</b>		445,702	363,038	22.8%	259,005	206,026	25.7%
Gain/(loss) arising from changes in fair value of biological assets	15	22,681	(1,137)	n.m.	5,592	(5,943)	n.m.
Selling and distribution costs	6	(91,583)	(111,275)	(17.7%)	(49,007)	(61,882)	(20.8%)
General and administrative expenses		(37,127)	(33,433)	11.0%	(21,166)	(20,281)	4.4%
Other operating expenses		(2,661)	(19,136)	(86.1%)	(909)	(16,256)	(94.4%)
<b>Profit from operations</b>		337,012	198,057	70.2%	193,515	101,664	90.3%
Gain/(loss) on foreign exchange		2,286	(5,730)	n.m.	1,837	6,334	(71.0%)
Loss on derivative financial instruments		(118)	(138)	(14.5%)	(242)	(105)	130.5%
Net financial (expenses)/income	7	(7,115)	2,500	n.m.	(4,491)	566	n.m.
Other non-operating (expenses)/income		(1,681)	2,301	n.m.	2,294	(4,326)	n.m.
<b>Profit before tax</b>		330,384	196,990	67.7%	192,913	104,133	85.3%
Tax expense	8	(72,276)	(44,554)	62.2%	(43,389)	(25,708)	68.8%
<b>Profit for the year/period</b>		258,108	152,436	69.3%	149,524	78,425	90.7%
<b>Profit attributable to:</b>							
Owners of the Company		245,792	145,395	69.1%	141,846	73,928	91.9%
Non-controlling interests		12,316	7,041	74.9%	7,678	4,497	70.7%
		258,108	152,436	69.3%	149,524	78,425	90.7%

n.m. – not meaningful

**First Resources Limited and its Subsidiaries**

**Consolidated Statement of Comprehensive Income**

	<b>FY 2024</b> US\$'000	<b>FY 2023</b> US\$'000	<b>Change</b> (%)	<b>2H 2024</b> US\$'000	<b>2H 2023</b> US\$'000	<b>Change</b> (%)
<b>Profit for the year/period</b>	258,108	152,436	69.3%	149,524	78,425	90.7%
<b>Other comprehensive income:</b>						
<b>Items that will not be reclassified subsequently to profit or loss</b>						
Remeasurement gain/(loss) on defined benefits plan	3,176	(104)	n.m.	3,176	(104)	n.m.
	3,176	(104)	n.m.	3,176	(104)	n.m.
<b>Items that may be reclassified subsequently to profit or loss</b>						
Fair value gain on cash flow hedges	1,353	15,166	(91.1%)	678	1,487	(54.4%)
Fair value (gain)/loss on cash flow hedges transferred to the income statement	(3,110)	(20,848)	(85.1%)	160	(15,151)	n.m.
Foreign currency translation	(73,630)	31,656	n.m.	19,839	(44,058)	n.m.
	(75,387)	25,974	n.m.	20,677	(57,722)	n.m.
<b>Other comprehensive income for the year/period, net of tax</b>	(72,211)	25,870	n.m.	23,853	(57,826)	n.m.
<b>Total comprehensive income for the year/period</b>	185,897	178,306	4.3%	173,377	20,599	741.7%
<b>Total comprehensive income attributable to:</b>						
Owners of the Company	176,206	169,357	4.0%	163,994	16,032	922.9%
Non-controlling interests	9,691	8,949	8.3%	9,383	4,567	105.5%
	185,897	178,306	4.3%	173,377	20,599	741.7%

# First Resources Limited and its Subsidiaries

## Balance Sheets

		Group		Company	
	Note	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
		US\$'000	US\$'000	US\$'000	US\$'000
<b>Non-current assets</b>					
Bearer plants	12	555,621	582,239	—	—
Plasma receivables		38,875	37,568	—	—
Property, plant and equipment	13	651,970	532,108	146	250
Land use rights		33,174	27,592	—	—
Investment in subsidiaries		—	—	879,609	879,609
Goodwill	14	72,587	76,099	—	—
Other intangible assets		25,491	26,740	2	5
Derivative financial assets		1,056	1,840	1,056	1,840
Tax recoverable		81,406	49,497	—	—
Deferred tax assets		31,331	35,199	329	303
Other non-current assets		2,696	465	—	—
<b>Total non-current assets</b>		<b>1,494,207</b>	<b>1,369,347</b>	<b>881,142</b>	<b>882,007</b>
<b>Current assets</b>					
Biological assets	15	50,551	29,683	—	—
Plasma receivables		1,811	5,208	—	—
Inventories		160,214	119,789	—	—
Loan to subsidiary		—	—	—	132,500
Trade receivables		42,681	30,622	—	—
Other receivables		674	3,921	173	225
Derivative financial assets		8,078	7,844	2,715	6,577
Advances for purchase of property, plant and equipment		5,850	6,429	—	—
Other advances and prepayments		5,542	2,971	60	33
Prepaid taxes		25,017	36,160	—	—
Restricted cash balances	16	51,662	51,896	—	—
Cash and cash equivalents	16	105,533	110,974	3,298	3,147
<b>Total current assets</b>		<b>457,613</b>	<b>405,497</b>	<b>6,246</b>	<b>142,482</b>
<b>Total assets</b>		<b>1,951,820</b>	<b>1,774,844</b>	<b>887,388</b>	<b>1,024,489</b>

# First Resources Limited and its Subsidiaries

## Balance Sheets

		Group		Company	
	Note	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
		US\$'000	US\$'000	US\$'000	US\$'000
<b>Current liabilities</b>					
Trade payables		54,043	39,478	193	100
Other payables and accruals		60,189	45,318	5,106	2,941
Advances from customers		10,697	7,535	–	–
Loans and borrowings from financial institutions	17	86,758	111,705	167,384	198,091
Derivative financial liabilities		998	365	–	–
Provision for tax		33,480	7,502	–	–
<b>Total current liabilities</b>		<b>246,165</b>	<b>211,903</b>	<b>172,683</b>	<b>201,132</b>
<b>Non-current liabilities</b>					
Loans and borrowings from financial institutions	17	183,367	126,021	119,833	122,037
Provision for post-employment benefits		26,819	27,510	–	–
Deferred tax liabilities		7,953	7,627	–	–
<b>Total non-current liabilities</b>		<b>218,139</b>	<b>161,158</b>	<b>119,833</b>	<b>122,037</b>
<b>Total liabilities</b>		<b>464,304</b>	<b>373,061</b>	<b>292,516</b>	<b>323,169</b>
<b>Net assets</b>		<b>1,487,516</b>	<b>1,401,783</b>	<b>594,872</b>	<b>701,320</b>
<b>Equity</b>					
Share capital	18	394,913	394,913	394,913	394,913
Treasury shares	18	(35,142)	(19,060)	(35,142)	(19,060)
Other reserves	19	(230,255)	(158,154)	14,349	19,096
Retained earnings		1,249,936	1,085,705	220,752	306,371
<b>Equity attributable to owners of the Company</b>		<b>1,379,452</b>	<b>1,303,404</b>	<b>594,872</b>	<b>701,320</b>
Non-controlling interests		108,064	98,379	–	–
<b>Total equity</b>		<b>1,487,516</b>	<b>1,401,783</b>	<b>594,872</b>	<b>701,320</b>

# First Resources Limited and its Subsidiaries

## Statements of Changes in Equity

Group	Attributable to owners of the Company						Total equity US\$'000
	Share capital	Treasury shares	Other reserves	Retained earnings	Equity attributable to owners of the Company	Non-controlling interests	
	US\$'000 (Note 18)	US\$'000 (Note 18)	US\$'000 (Note 19)	US\$'000	US\$'000	US\$'000	
<b>2024</b>							
At 1 January 2024	394,913	(19,060)	(158,154)	1,085,705	1,303,404	98,379	1,401,783
Profit for the year	—	—	—	245,792	245,792	12,316	258,108
<u>Other comprehensive income</u>							
Remeasurement gain on defined benefits plan	—	—	—	2,516	2,516	660	3,176
Net change in fair value of cash flow hedges	—	—	(1,757)	—	(1,757)	—	(1,757)
Foreign currency translation	—	—	(70,345)	—	(70,345)	(3,285)	(73,630)
Other comprehensive income for the year, net of tax	—	—	(72,102)	2,516	(69,586)	(2,625)	(72,211)
Total comprehensive income for the year	—	—	(72,102)	248,308	176,206	9,691	185,897
<u>Distributions to owners</u>							
Dividends paid	—	—	—	(84,077)	(84,077)	(6)	(84,083)
Buy-back of ordinary shares	—	(16,164)	—	—	(16,164)	—	(16,164)
Reissuance of treasury shares pursuant to employee share award scheme	—	82	2	—	84	—	84
<u>Changes in ownership interests in subsidiaries</u>							
Disposal of subsidiary	—	—	(1)	—	(1)	—	(1)
Total transactions with owners in their capacity as owners	—	(16,082)	1	(84,077)	(100,158)	(6)	(100,164)
At 31 December 2024	394,913	(35,142)	(230,255)	1,249,936	1,379,452	108,064	1,487,516

# First Resources Limited and its Subsidiaries

## Statements of Changes in Equity

Group	Attributable to owners of the Company					Non-controlling interests US\$'000	Total equity US\$'000
	Share capital	Treasury shares	Other reserves	Retained earnings	Equity attributable to owners of the Company		
	US\$'000 (Note 18)	US\$'000 (Note 18)	US\$'000 (Note 19)	US\$'000	US\$'000		
<b>2023</b>							
At 1 January 2023	394,913	(14,700)	(181,927)	1,111,380	1,309,666	89,249	1,398,915
Profit for the year	–	–	–	145,395	145,395	7,041	152,436
<u>Other comprehensive income</u>							
Remeasurement loss on defined benefits plan	–	–	–	(95)	(95)	(9)	(104)
Net change in fair value of cash flow hedges	–	–	(5,682)	–	(5,682)	–	(5,682)
Foreign currency translation	–	–	29,739	–	29,739	1,917	31,656
Other comprehensive income for the year, net of tax	–	–	24,057	(95)	23,962	1,908	25,870
Total comprehensive income for the year	–	–	24,057	145,300	169,357	8,949	178,306
<u>Distributions to owners</u>							
Dividends paid	–	–	–	(170,975)	(170,975)	(108)	(171,083)
Buy-back of ordinary shares	–	(4,402)	–	–	(4,402)	–	(4,402)
Reissuance of treasury shares pursuant to employee share award scheme	–	42	5	–	47	–	47
<u>Changes in ownership interests in subsidiaries</u>							
Increase in non-controlling interests without a change in control	–	–	(290)	–	(290)	290	–
Disposal of subsidiary	–	–	1	–	1	(1)	–
Total transactions with owners in their capacity as owners	–	(4,360)	(284)	(170,975)	(175,619)	181	(175,438)
At 31 December 2023	394,913	(19,060)	(158,154)	1,085,705	1,303,404	98,379	1,401,783



**First Resources Limited and its Subsidiaries**
**Statements of Changes in Equity**

<b>Company</b>	<b>Share capital</b> US\$'000 (Note 18)	<b>Treasury shares</b> US\$'000 (Note 18)	<b>Other reserves</b> US\$'000 (Note 19)	<b>Retained earnings</b> US\$'000	<b>Total equity</b> US\$'000
<b>2024</b>					
At 1 January 2024	394,913	(19,060)	19,096	306,371	701,320
Profit for the year	–	–	–	(1,542)	(1,542)
<u>Other comprehensive income</u>					
Net change in fair value of cash flow hedges	–	–	(4,749)	–	(4,749)
Total comprehensive income for the year	–	–	(4,749)	(1,542)	(6,291)
<u>Distributions to owners</u>					
Dividends paid (Note 9)	–	–	–	(84,077)	(84,077)
Buy-back of ordinary shares	–	(16,164)	–	–	(16,164)
Reissuance of treasury shares pursuant to employee share award scheme	–	82	2	–	84
Total transactions with owners in their capacity as owners	–	(16,082)	2	(84,077)	(100,157)
At 31 December 2024	394,913	(35,142)	14,349	220,752	594,872
<b>2023</b>					
At 1 January 2023	394,913	(14,700)	27,570	424,203	831,986
Profit for the year	–	–	–	53,143	53,143
<u>Other comprehensive income</u>					
Net change in fair value of cash flow hedges	–	–	(8,479)	–	(8,479)
Total comprehensive income for the year	–	–	(8,479)	53,143	44,664
<u>Distributions to owners</u>					
Dividends paid (Note 9)	–	–	–	(170,975)	(170,975)
Buy-back of ordinary shares	–	(4,402)	–	–	(4,402)
Reissuance of treasury shares pursuant to employee share award scheme	–	42	5	–	47
Total transactions with owners in their capacity as owners	–	(4,360)	5	(170,975)	(175,330)
At 31 December 2023	394,913	(19,060)	19,096	306,371	701,320

**First Resources Limited and its Subsidiaries**
**Consolidated Cash Flow Statement**

	<b>FY 2024</b> US\$'000	<b>FY 2023</b> US\$'000	<b>2H 2024</b> US\$'000	<b>2H 2023</b> US\$'000
<b>Cash flows from operating activities</b>				
Profit before tax	330,384	196,990	192,913	104,133
Adjustments for:				
Depreciation of bearer plants and property, plant and equipment	83,250	80,447	42,590	40,246
Amortisation of land use rights and other intangible assets	1,550	1,832	778	751
Loss/(gain) on disposal of bearer plants and property, plant and equipment	185	739	(177)	1,095
Loss on disposal of land use rights	11	—	—	—
Write-off/(reversal) of bearer plants and property, plant and equipment	3,273	6,620	(1,449)	6,620
Impairment of bearer plants	2,869	—	2,869	—
Financial expenses	13,260	8,106	7,530	3,601
Interest income	(6,145)	(10,606)	(3,039)	(4,167)
(Write-back of)/provision for expected credit losses	(191)	575	(191)	575
(Gain)/loss arising from changes in fair value of biological assets	(22,681)	1,137	(5,592)	5,943
Loss on derivative financial instruments	118	138	242	105
(Gain)/loss arising from changes in carrying value of plasma receivables	(929)	8,903	(929)	8,903
Loss/(gain) on disposal of subsidiary	1,261	(4,175)	—	—
<b>Operating cash flows before changes in working capital</b>	<b>406,215</b>	<b>290,706</b>	<b>235,545</b>	<b>167,805</b>
Changes in working capital:				
Inventories	(47,782)	20,512	(59,676)	13,478
Receivables and other assets	(37,334)	59,873	4,118	20,927
Payables and other liabilities	43,699	11,717	51,258	20,075
Unrealised translation differences	(911)	9,093	(2,041)	(3,863)
<b>Cash flows generated from operations</b>	<b>363,887</b>	<b>391,901</b>	<b>229,204</b>	<b>218,422</b>
Financial expenses paid	(12,141)	(7,127)	(7,156)	(3,014)
Interest income received	6,153	10,580	3,130	4,896
Tax paid	(46,664)	(79,987)	(26,336)	(32,184)
<b>Net cash generated from operating activities</b>	<b>311,235</b>	<b>315,367</b>	<b>198,842</b>	<b>188,120</b>
<b>Cash flows from investing activities</b>				
Capital expenditure on bearer plants	(41,823)	(161,241)	(24,741)	(148,707)
Capital expenditure on property, plant and equipment	(196,930)	(183,592)	(108,924)	(95,971)
Payment of advances for purchase of property, plant and equipment	(5,967)	(6,497)	(1,985)	(4,929)
Development costs on plasma receivables	(15,371)	(36,360)	(6,816)	(12,836)
Proceeds from plasma receivables	15,499	13,977	9,430	7,507
Additions to land use rights	(8,617)	(1,560)	(8,561)	(1,560)
Additions to other intangible assets	(32)	(70)	—	(63)
Proceeds from disposal of bearer plants and property, plant and equipment	1,835	650	269	196
Proceeds from disposal of land use rights	37	—	—	—
Proceeds from disposal of subsidiary, net of cash disposed of	6,881	22,778	—	—
<b>Net cash used in investing activities</b>	<b>(244,488)</b>	<b>(351,915)</b>	<b>(141,328)</b>	<b>(256,363)</b>

**First Resources Limited and its Subsidiaries**
**Consolidated Cash Flow Statement**

	<b>FY 2024</b> US\$'000	<b>FY 2023</b> US\$'000	<b>2H 2024</b> US\$'000	<b>2H 2023</b> US\$'000
<b>Cash flows from financing activities</b>				
Proceeds from bank loans	163,419	30,035	43,065	30,035
Repayment of bank loans	(128,654)	(92,115)	(46,792)	(51,827)
Payment of obligations under leases liabilities	(4,916)	(3,789)	(2,501)	(2,081)
Decrease/(increase) in restricted cash balances	234	(45,373)	(6,733)	(47,776)
Dividends paid	(84,083)	(171,083)	(41,640)	(29,117)
Buy-back of ordinary shares	(16,164)	(4,402)	(660)	(1,508)
<b>Net cash used in financing activities</b>	<b>(70,164)</b>	<b>(286,727)</b>	<b>(55,261)</b>	<b>(102,274)</b>
Net (decrease)/increase in cash and cash equivalents	(3,417)	(323,275)	2,253	(170,517)
Effect of exchange rate changes on cash and cash equivalents	(2,024)	459	402	(772)
Cash and cash equivalents at the beginning of the financial year/period	110,974	433,790	102,878	282,263
<b>Cash and cash equivalents at the end of the financial year/period</b>	<b>105,533</b>	<b>110,974</b>	<b>105,533</b>	<b>110,974</b>

**1. Corporate information**

First Resources Limited (the “Company”) is a limited liability company, which is incorporated and domiciled in the Republic of Singapore and is listed on the Singapore Exchange Securities Trading Limited (“SGX-ST”).

The Company’s immediate and ultimate holding company is Eight Capital Inc., which is incorporated in the British Virgin Islands.

The registered office and principal place of business of the Company is located at 7 Temasek Boulevard, #24-01, Suntec Tower One, Singapore 038987.

These condensed interim financial statements as at and for the six months and financial year ended 31 December 2024 (“2H2024” and “FY2024”) comprise the Company and its subsidiaries (collectively, the “Group”).

The principal activities of the Company are those of investment holding, general trading and the provision of technical assistance to its subsidiaries.

The principal activities of the Group include cultivating oil palms, harvesting the fresh fruit bunches (“FFB”) and milling them into crude palm oil (“CPO”) and palm kernel (“PK”). In addition to plantations and palm oil mills, the Group through its refinery, fractionation, biodiesel and kernel crushing plants, processes its CPO and PK into higher value palm based products such as biodiesel, refined, bleached and deodorised (“RBD”) olein, RBD stearin, palm kernel oil and palm kernel expeller, which are sold to both local and international markets.

**2. Basis of preparation**

The condensed interim consolidated financial statements for the six months and financial year ended 31 December 2024 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim consolidated financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last interim financial statements for the six months ended 30 June 2024.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim consolidated financial statements are presented in United States Dollar (“USD” or “US\$”) and all values are rounded to the nearest thousand (“US\$’000”), except when otherwise indicated.

**2.1 New and amended standards adopted by the Group**

The accounting policies and methods of computation applied are consistent with those of the previous financial year except for the new and amended standards which are relevant to the Group and are effective for annual financial periods beginning on or after 1 January 2024. The adoption of these standards did not have any material effect on the financial performance or position of the Group and the Company.

**3. Significant accounting judgements and estimates**

The preparation of the condensed interim consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of revenues, expenses, assets and liabilities. Uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the financial year ended 31 December 2023.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial period are disclosed below.

**(a) Biological assets**

The Group carries its biological assets at fair value less costs to sell, with changes in fair value being recognised in profit or loss. The determination of the fair value of the biological assets requires the use of estimates on the projected harvest quantities and market price of FFB as at the balance sheet date, net of harvesting costs and estimated costs to sell. The key assumptions used to determine the fair value of the biological assets are further disclosed in Note 22(c).

**(b) Impairment of non-financial assets**

The Group assesses whether there are any indicators of impairment for all non-financial assets at each reporting date.

Goodwill and other intangible assets with indefinite useful lives are tested for impairment annually and at other times when such indicators exist. Other non-financial assets are tested for impairment when there are indicators that the carrying amounts may not be recoverable. An impairment exists when the carrying value of an asset or cash-generating unit exceeds its recoverable amount, which is the higher of its fair value less costs to sell and its value in use.

The value in use calculation is based on a discounted cash flow model. Management estimates the expected future cash flows from the asset or cash-generating unit and chooses a suitable discount rate in order to calculate the present value of those cash flows. Further details of the key assumptions applied in the impairment assessment of goodwill are disclosed in Note 14.

3. Significant accounting judgements and estimates (cont'd)

(c) **Allowance for expected credit losses ("ECL")**

(i) ECL on plasma receivables and financial guarantees provided for plasma bank loans

The Group computes expected credit loss for plasma receivables and the financial guarantees provided for plasma bank loans using the general approach. Loss allowance for 12-month ECL is recognised, which represents the consequences and probabilities of possible defaults. In calculating the expected credit loss rates, the Group considers the difference in credit spreads between the interest rate on loans provided by banks to the plasma farmers and the Indonesian Government bond yield rates, and adjusts for forward-looking information as well as reasonable forecasts of future economic conditions and interest rates.

(ii) ECL on trade receivables

The Group provides for lifetime expected credit losses for its trade receivables using a provision matrix. The provision rates are determined based on the Group's historical observed default rates analysed in accordance to days past due by grouping of customers based on company size and payment mode. The calculation of the expected credit losses also incorporates forward looking information such as forecasts of economic conditions in the industry that the customers operate in.

Further information about the allowance for expected credit losses is disclosed in Note 20.

(d) **Taxes**

Uncertainties exist with respect to the interpretation of complex tax regulations and the amount and timing of future taxable income. Given the wide range of international business relationships and the long-term nature and complexity of existing contractual agreements, differences arising between the actual results and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax provisions and recoverables already recorded. The Group establishes tax provisions and recoverables based on reasonable estimates, for possible consequences of audits by the tax authorities of the respective countries in which it operates. The amount of such provisions and recoverables are based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the relevant tax authority. Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective Group company's domicile.

**3. Significant accounting judgements and estimates (cont'd)**

**(e) Deferred taxes**

Deferred tax assets are recognised for all unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with future tax planning strategies.

Where taxable profits are expected in the foreseeable future, deferred tax assets are recognised on the unutilised tax losses.

**4. Seasonality of operations**

The peak crop season for oil palm falls within the second half of the year, which typically leads to higher production volumes of fresh fruit bunches, crude palm oil and palm kernel available for further processing at the Group's downstream processing facilities as compared to the first half of the year.

**5. Segment and revenue information**

For management reporting purposes, the Group is organised into business units based on their products, and has two reportable segments as follows:

**(i) Plantations and Palm Oil Mills**

Plantations and palm oil mills segment is principally involved in the cultivation and maintenance of oil palm plantations and operation of palm oil mills.

**(ii) Refinery and Processing**

Refinery and processing segment markets and sells processed palm based products produced from the refinery, fractionation and biodiesel plants and other downstream processing facilities.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on EBITDA, which is not measured differently from EBITDA computed using the consolidated financial statements. Group financing (including finance costs) and income taxes are managed on a group basis and are not allocated to operating segments.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

## 5. Segment and revenue information (cont'd)

## (a) Reportable segments

FY 2024	Plantations and Palm Oil Mills US\$'000	Refinery and Processing US\$'000	Elimination US\$'000	Total US\$'000
<b>Sales:</b>				
External customers	218,940	819,814	–	1,038,754
Inter-segment	704,593	–	(704,593)	–
<b>Total sales</b>	<b>923,533</b>	<b>819,814</b>	<b>(704,593)</b>	<b>1,038,754</b>
<b>Results:</b>				
<b>EBITDA</b>	<b>393,440</b>	<b>18,405</b>	<b>(12,905)</b>	<b>398,940</b>
Depreciation and amortisation	(77,110)	(7,690)	–	(84,800)
Gain arising from changes in fair value of biological assets	22,681	–	–	22,681
Write-back of expected credit losses	191	–	–	191
<b>Profit from operations</b>	<b>339,202</b>	<b>10,715</b>	<b>(12,905)</b>	<b>337,012</b>
Gain on foreign exchange				2,286
Loss on derivative financial instruments				(118)
Net financial expenses				(7,115)
Other non-operating expenses				(1,681)
<b>Profit before tax</b>				<b>330,384</b>



## 5. Segment and revenue information (cont'd)

## (a) Reportable segments (cont'd)

<b>FY 2023</b>	<b>Plantations and Palm Oil Mills US\$'000</b>	<b>Refinery and Processing US\$'000</b>	<b>Elimination US\$'000</b>	<b>Total US\$'000</b>
<b>Sales:</b>				
External customers	299,213	681,374	–	980,587
Inter-segment	551,368	–	(551,368)	–
<b>Total sales</b>	<b>850,581</b>	<b>681,374</b>	<b>(551,368)</b>	<b>980,587</b>
<b>Results:</b>				
<b>EBITDA</b>	<b>323,987</b>	<b>(40,629)</b>	<b>(1,310)</b>	<b>282,048</b>
Depreciation and amortisation	(74,898)	(7,381)	–	(82,279)
Loss arising from changes in fair value of biological assets	(1,137)	–	–	(1,137)
Provision for expected credit losses	(575)	–	–	(575)
<b>Profit from operations</b>	<b>247,377</b>	<b>(48,010)</b>	<b>(1,310)</b>	<b>198,057</b>
Loss on foreign exchange				(5,730)
Loss on derivative financial instruments				(138)
Net financial income				2,500
Other non-operating income				2,301
<b>Profit before tax</b>				<b>196,990</b>

## 5. Segment and revenue information (cont'd)

## (a) Reportable segments (cont'd)

2H 2024	Plantations and Palm Oil Mills US\$'000	Refinery and Processing US\$'000	Elimination US\$'000	Total US\$'000
<b>Sales:</b>				
External customers	96,969	484,575	–	581,544
Inter-segment	455,293	–	(455,293)	–
<b>Total sales</b>	<b>552,262</b>	<b>484,575</b>	<b>(455,293)</b>	<b>581,544</b>
<b>Results:</b>				
<b>EBITDA</b>	<b>243,078</b>	<b>9,847</b>	<b>(21,825)</b>	<b>231,100</b>
Depreciation and amortisation	(39,351)	(4,017)	–	(43,368)
Gain arising from changes in fair value of biological assets	5,592	–	–	5,592
Write-back of expected credit losses	191	–	–	191
<b>Profit from operations</b>	<b>209,510</b>	<b>5,830</b>	<b>(21,825)</b>	<b>193,515</b>
Gain on foreign exchange				1,837
Loss on derivative financial instruments				(242)
Net financial expenses				(4,491)
Other non-operating income				2,294
<b>Profit before tax</b>				<b>192,913</b>

## 5. Segment and revenue information (cont'd)

## (a) Reportable segments (cont'd)

2H 2023	Plantations and Palm Oil Mills US\$'000	Refinery and Processing US\$'000	Elimination US\$'000	Total US\$'000
<b>Sales:</b>				
External customers	189,576	342,216	–	531,792
Inter-segment	284,774	–	(284,774)	–
<b>Total sales</b>	<b>474,350</b>	<b>342,216</b>	<b>(284,774)</b>	<b>531,792</b>
<b>Results:</b>				
<b>EBITDA</b>	<b>172,467</b>	<b>(16,607)</b>	<b>(6,681)</b>	<b>149,179</b>
Depreciation and amortisation	(37,417)	(3,580)	–	(40,997)
Loss arising from changes in fair value of biological assets	(5,943)	–	–	(5,943)
Provision for expected credit losses	(575)	–	–	(575)
<b>Profit from operations</b>	<b>128,532</b>	<b>(20,187)</b>	<b>(6,681)</b>	<b>101,664</b>
Gain on foreign exchange				6,334
Loss on derivative financial instruments				(105)
Net financial income				566
Other non-operating expenses				(4,326)
<b>Profit before tax</b>				<b>104,133</b>

## (b) Disaggregation of revenue

The Group derives revenue from the transfer of goods at a point in time for the following products:

	Group			
	FY 2024 US\$'000	FY 2023 US\$'000	2H 2024 US\$'000	2H 2023 US\$'000
Crude palm oil	211,606	288,784	93,422	184,425
Palm kernel	817	2,988	174	850
Fresh fruit bunches	6,517	7,441	3,373	4,301
Processed palm based products	819,814	681,374	484,575	342,216
	<b>1,038,754</b>	<b>980,587</b>	<b>581,544</b>	<b>531,792</b>

## Notes to the Condensed Interim Financial Statements

## 5. Segment and revenue information (cont'd)

## (b) Disaggregation of revenue (cont'd)

The Group operates primarily in Singapore and Indonesia.

The following table presents sales based on the geographical location of the customers:

	FY 2024	FY 2023	Group 2H 2024	2H 2023
	US\$'000	US\$'000	US\$'000	US\$'000
Singapore	333,373	354,519	157,830	238,977
Indonesia	576,712	476,137	350,409	233,667
Europe	36,401	88,874	13,949	39,353
China	12,794	30,647	842	6,394
Malaysia	68,624	2,088	58,514	2,088
Others	10,850	28,322	–	11,313
	1,038,754	980,587	581,544	531,792

## (c) A breakdown of sales

	FY 2024	Group FY 2023	Change
	US\$'000	US\$'000	%
Sales reported for first half year	457,210	448,795	1.9%
Profit after tax before deducting non-controlling interests reported for first half year	108,584	74,011	46.7%
Sales reported for second half year	581,544	531,792	9.4%
Profit after tax before deducting non-controlling interests reported for second half year	149,524	78,425	90.7%

## (d) Factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments

Not applicable.

## 6. Selling and distribution costs

	FY 2024	FY 2023	Group 2H 2024	2H 2023
	US\$'000	US\$'000	US\$'000	US\$'000
Export taxes	40,118	47,485	19,771	27,240
Freight charges	44,391	55,496	26,222	30,632
Depreciation of property, plant and equipment	751	747	392	369
Others	6,323	7,547	2,622	3,641
	91,583	111,275	49,007	61,882

## Notes to the Condensed Interim Financial Statements

## 7. Net financial expenses/(income)

	Group			
	FY 2024	FY 2023	2H 2024	2H 2023
	US\$'000	US\$'000	US\$'000	US\$'000
Interest expenses and amortisation on loans and borrowings from financial institutions	13,260	8,106	7,530	3,601
Interest income from financial assets carried at amortised cost	(6,145)	(10,606)	(3,039)	(4,167)
	7,115	(2,500)	4,491	(566)

## 8. Tax expense

The major components of tax expense in the consolidated income statement for the six months and financial years ended 31 December 2024 and 2023 are as follows:

	Group			
	FY 2024	FY 2023	2H 2024	2H 2023
	US\$'000	US\$'000	US\$'000	US\$'000
Current income tax	70,317	50,151	46,050	30,416
Deferred tax	1,959	(5,597)	(2,661)	(4,708)
	72,276	44,554	43,389	25,708

## 9. Dividends

	Group and Company	
	FY2024	FY2023
	US\$'000	US\$'000
<b>Declared and paid during the financial year:</b>		
<i>Dividends on ordinary shares:</i>		
- Final tax exempt (one-tier) dividend for 2023: 3.70 Singapore cents (2022: 12.00 Singapore cents) per share	42,443	141,960
- Interim tax exempt (one-tier) dividend for 2024: 3.50 Singapore cents (2023: 2.50 Singapore cents) per share	41,634	29,015
	84,077	170,975

Notes to the Condensed Interim Financial Statements

10. Earnings per ordinary share

	Group			
	FY 2024	FY 2023	2H 2024	2H 2023
Weighted average number of shares applicable to basic EPS computation ('000)	1,554,093	1,566,965	1,549,273	1,566,175
Weighted average number of shares based on fully diluted basis ('000)	1,554,093	1,566,965	1,549,273	1,566,175
EPS - basic (US cents)	15.82	9.28	9.16	4.72
EPS - diluted (US cents)	15.82	9.28	9.16	4.72

11. Net asset value

	Group		Company	
	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
	US\$'000	US\$'000	US\$'000	US\$'000
Net asset value per ordinary share	0.89	0.83	0.38	0.45

12. Bearer plants

During the six months ended 31 December 2024, additions to bearer plants amounted to US\$26.7 million (2H2023: US\$149.8 million).

13. Property, plant and equipment

During the six months ended 31 December 2024, additions to property, plant and equipment amounted to US\$112.3 million (2H2023: US\$99.9 million).

14. Goodwill

	Group	
	2024	2023
	US\$'000	US\$'000
<b>Cost</b>		
At 1 January	76,099	74,575
Exchange differences	(3,512)	1,524
At 31 December	72,587	76,099

14. Goodwill (cont'd)

*Impairment testing of goodwill*

Goodwill arising from business combinations is allocated to individual cash-generating units ("CGU") for the purpose of impairment testing. The carrying amounts of goodwill allocated to each CGU are as follows:

	Group	
	2024	2023
	US\$'000	US\$'000
PT Borneo Ketapang Permai Group	4,110	4,309
PT Kalimantan Green Persada Group	8,035	8,424
PT Gerbang Sawit Indah	7,198	7,546
PT Swadaya Mukti Prakarsa	27,579	28,913
PT Falcon Agri Persada	25,639	26,880
Others	26	27
	<u>72,587</u>	<u>76,099</u>

The recoverable amounts of the CGUs have been determined based on value in use calculations using cash flow projections from financial budgets approved by management. The key assumptions used in the calculations are as follows:

	2024	2023
Terminal growth rate	4.5%	4.0%
Pre-tax discount rate	12%	12%
Projected average CPO price	US\$958/tonne	US\$860/tonne

The value in use is determined using a discounted cash flow model based on cash flow projections covering a period of 10 years (2023: 10 years), with cash flows beyond the projected periods extrapolated using the estimated terminal growth rate.

Management is of the opinion that no reasonably possible change in any of the key assumptions stated above would cause the carrying amount of the goodwill for each of the CGU to materially exceed their recoverable amount. Accordingly, no impairment loss was recognised for goodwill as at 31 December 2024 and 2023.

Notes to the Condensed Interim Financial Statements

15. Biological assets

Biological assets relate to agricultural produce growing on bearer plants, which is referred to as FFB.

	Group	
	2024	2023
	US\$'000	US\$'000
<b>Fair value</b>		
At 1 January	29,683	30,191
Gain/(loss) arising from changes in fair value of biological assets	22,681	(1,137)
Exchange differences	(1,813)	629
At 31 December	50,551	29,683

16. Cash and bank balances

	Group	
	31 Dec 2024	31 Dec 2023
	US\$'000	US\$'000
Cash at banks and on hand	105,533	110,974
Restricted cash balances	51,662	51,896
	157,195	162,870

As at 31 December 2024, the Group has bank overdrafts amounting to US\$243.0 million (31 December 2023: US\$228.0 million) which have been netted against cash at banks as the Group has the legal rights to set off the overdrafts against the cash at banks, which are with the same banks.

17. Borrowings and debt securities

	Group	
	31 Dec 2024	31 Dec 2023
	US\$'000	US\$'000
<u>Amount repayable within one year or on demand</u>		
Secured	3,730	3,954
Unsecured	83,028	107,751
<u>Amount repayable after one year</u>		
Secured	63,534	3,984
Unsecured	119,833	122,037
	270,125	237,726



**17. Borrowings and debt securities (cont'd)**

As at 31 December 2024, the Group has undrawn committed unsecured credit facilities available of US\$300.0 million (31 December 2023: US\$25.0 million), which may be utilised for the Group's general corporate purposes.

**Details of any collateral**

Certain of the Group's bearer plants, land use rights and property plant and equipment are pledged to secure facilities from financial institutions.

**18. Share capital and treasury shares****(a) Share capital**

	Group and Company			
	2024		2023	
	No. of shares '000	US\$'000	No. of shares '000	US\$'000
<b>Issued and fully paid ordinary shares</b>				
At 1 January and 31 December	1,584,073	394,913	1,584,073	394,913

	Group and Company	
	2024	2023
<b>Issued shares excluding treasury shares and subsidiary holdings ('000)</b>		
At 1 January	1,564,989	1,569,155
Buy-back of ordinary shares	(15,803)	(4,207)
Reissued pursuant to employee share award scheme	81	41
At 31 December	1,549,267	1,564,989

The total number of issued shares excluding treasury shares as at 31 December 2024 was 1,549,266,969 (31 December 2023: 1,564,989,369).

There were no shares that may be issued upon conversion of any outstanding convertibles as at 31 December 2024 and 31 December 2023.

There were no subsidiary holdings as at 31 December 2024 and 31 December 2023.

**18. Share capital and treasury shares (cont'd)****(b) Treasury shares**

	Group and Company			
	2024		2023	
	No. of shares '000	US\$'000	No. of shares '000	US\$'000
At 1 January	19,084	19,060	14,918	14,700
Buy-back of ordinary shares	15,803	16,164	4,207	4,402
Reissued pursuant to employee share award scheme	(81)	(82)	(41)	(42)
At 31 December	34,806	35,142	19,084	19,060

Treasury shares relate to ordinary shares of the Company that is held by the Company.

As at 31 December 2024, there were 34,806,000 (31 December 2023: 19,083,600) treasury shares, representing 2.25% (31 December 2023: 1.22%) of the total number of issued shares excluding treasury shares.

During the six months ended 31 December 2024, the Company acquired 650,000 shares (2H2023: 1,459,300 shares) in the Company through purchases on the Singapore Exchange. The total amount paid to acquire the shares was US\$660,000 (2H2023: US\$1,507,000) and this was presented as a component within shareholders' equity. There were no treasury shares sold, transferred, cancelled, used nor issued pursuant to the Company's employee share option scheme and share award scheme during the six months ended 31 December 2024 and 2023.

**19. Other reserves**

The composition of other reserves is as follows:

	Group		Company	
	31 Dec 2024 US\$'000	31 Dec 2023 US\$'000	31 Dec 2024 US\$'000	31 Dec 2023 US\$'000
Differences arising from restructuring transactions involving entities under common control	34,992	34,993	—	—
Capital reserve	(39,071)	(39,071)	—	—
Revaluation reserve	279	279	—	—
Gain on sale of treasury shares	10,339	10,337	10,339	10,337
Hedging reserve	7,546	9,303	3,617	8,366
Foreign translation reserve	(244,340)	(173,995)	393	393
	(230,255)	(158,154)	14,349	19,096

Notes to the Condensed Interim Financial Statements

20. Expected credit losses

The movements in the allowance for expected credit losses of plasma receivables and financial guarantees provided for plasma bank loans are as follows:

	Group			
	Plasma receivables		Financial guarantees	
	2024	2023	2024	2023
	US\$'000	US\$'000	US\$'000	US\$'000
At 1 January	1,004	419	2,075	1,465
(Credit)/charge for the year	(121)	583	(327)	586
Exchange differences	(44)	2	(90)	24
At 31 December	839	1,004	1,658	2,075

The movement in allowance for expected credit losses of trade receivables is as follows:

	Group	
	Trade receivables	
	2024	2023
	US\$'000	US\$'000
At 1 January	164	758
Charge/(credit) for the year	257	(594)
At 31 December	421	164

21. Commitments

**Capital commitments**

Significant capital expenditure contracted for as at the end of the reporting periods but not recognised in the financial statements are as follows:

	Group	
	31 Dec 2024	31 Dec 2023
	US\$'000	US\$'000
Capital commitments in respect of property, plant and equipment	52,921	166,339

**22. Fair value of assets and liabilities****(a) Fair value hierarchy**

The Group categorises fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date,
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and
- Level 3 – Unobservable inputs for the asset or liability.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

**(b) Assets and liabilities measured at fair value**

The following table shows an analysis of each class of assets and liabilities measured at fair value at the end of the reporting period:

	Quoted prices in active markets for identical instruments (Level 1) US\$'000	Significant other observable inputs (Level 2) US\$'000	Significant unobservable inputs (Level 3) US\$'000	Total US\$'000
<b>Group</b>				
<b>31 December 2024</b>				
<b>Assets measured at fair value:</b>				
<u>Non-financial assets</u>				
Biological assets	–	–	50,551	50,551
<u>Financial assets</u>				
Derivative financial assets	320	8,814	–	9,134
<b>Liabilities measured at fair value:</b>				
<u>Financial liabilities</u>				
Derivative financial liabilities	750	248	–	998

## 22. Fair value of assets and liabilities (cont'd)

## (b) Assets and liabilities measured at fair value (cont'd)

Group	Quoted prices in active markets for identical instruments (Level 1) US\$'000	Significant other observable inputs (Level 2) US\$'000	Significant unobservable inputs (Level 3) US\$'000	Total US\$'000
31 December 2023				
<b>Assets measured at fair value:</b>				
<u>Non-financial assets</u>				
Biological assets	—	—	29,683	29,683
<u>Financial assets</u>				
Derivative financial assets	1,225	8,459	—	9,684
<b>Liabilities measured at fair value:</b>				
<u>Financial liabilities</u>				
Derivative financial liabilities	181	184	—	365

**22. Fair value of assets and liabilities (cont'd)****(c) Level 3 fair value measurements****(i) Information about significant unobservable inputs used in Level 3 fair value measurements**

The following table shows the information about fair value measurements using significant unobservable inputs (Level 3):

Description	Fair value US\$'000	Valuation techniques	Unobservable inputs	Range
<b>31 December 2024</b>				
Biological assets	50,551	Income approach	Projected harvest quantities	257,000 tonnes
			Market price of FFB	US\$156/tonne –US\$230/tonne
<b>31 December 2023</b>				
Biological assets	29,683	Income approach	Projected harvest quantities	218,000 tonnes
			Market price of FFB	US\$123/tonne –US\$167/tonne

For biological assets, changes in projected harvest quantities and market price of FFB will result in directionally similar changes in fair value measurement.

**(ii) Movements in Level 3 assets measured at fair value**

The movements in biological assets measured at fair value are disclosed in Note 15.

**(iii) Valuation policies and procedures**Fair value of biological assets

To determine the fair value of biological assets, the income approach has been adopted by the Group as being the most appropriate valuation technique. Under the income approach, the expected cash flows from the agricultural produce on the bearer plants are estimated based on the projected harvest quantities and the market price of FFB, net of harvesting costs and estimated costs to sell. The price of the FFB is largely dependent on the prevailing market prices of crude palm oil and palm kernel.

Management reviews the appropriateness of the fair valuation methodologies and assumptions adopted and also evaluates the appropriateness and reliability of the inputs used in the valuations.

Significant changes in fair value measurements from period to period are evaluated by management for reasonableness. Key drivers of the changes are identified and assessed for reasonableness against relevant information from independent sources, or internal sources if necessary and appropriate.

**23. Subsequent events**

There are no known subsequent events which have led to adjustments to this set of interim financial statements.

**1. Review**

The condensed interim consolidated balance sheet of First Resources Limited and its subsidiaries as at 31 December 2024 and the related condensed interim consolidated income statement, statement of comprehensive income, statement of changes in equity and cash flow statement for the six-month period and financial year then ended and certain explanatory notes have not been audited or reviewed.

**2. Review of performance of the Group**

**REVIEW OF GROUP FINANCIAL PERFORMANCE BY BUSINESS SEGMENT**

**SALES VOLUME**

	FY 2024	FY 2023	Change	2H 2024	2H 2023	Change
	Tonne	Tonne	%	Tonne	Tonne	%
Plantations and Palm Oil Mills						
- Crude palm oil	983,196	1,004,361	(2.1%)	558,585	568,285	(1.7%)
- Palm kernel	216,367	208,915	3.6%	123,923	120,278	3.0%
Refinery and Processing	986,605	926,914	6.4%	548,493	481,894	13.8%

*Note: Sales volume include inter-segment sales*

**SALES**

	FY 2024	FY 2023	Change	2H 2024	2H 2023	Change
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Plantations and Palm Oil Mills						
- Crude palm oil	804,030	767,008	4.8%	475,282	428,231	11.0%
- Palm kernel	112,986	76,132	48.4%	73,607	41,818	76.0%
- Fresh fruit bunches	6,517	7,441	(12.4%)	3,373	4,301	(21.6%)
	923,533	850,581	8.6%	552,262	474,350	16.4%
Refinery and Processing	819,814	681,374	20.3%	484,575	342,216	41.6%
Inter-segment elimination	(704,593)	(551,368)	27.8%	(455,293)	(284,774)	59.9%
<b>Total Sales</b>	<b>1,038,754</b>	<b>980,587</b>	<b>5.9%</b>	<b>581,544</b>	<b>531,792</b>	<b>9.4%</b>

**EBITDA**

	FY 2024	FY 2023	Change	2H 2024	2H 2023	Change
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Plantations and Palm Oil Mills	393,440	323,987	21.4%	243,078	172,467	40.9%
Refinery and Processing	18,405	(40,629)	n.m.	9,847	(16,607)	n.m.
Inter-segment elimination	(12,905)	(1,310)	885.1%	(21,825)	(6,681)	226.7%
<b>Total EBITDA</b>	<b>398,940</b>	<b>282,048</b>	<b>41.4%</b>	<b>231,100</b>	<b>149,179</b>	<b>54.9%</b>

n.m. – not meaningful



**2. Review of performance of the Group (cont'd)****UNDERLYING NET PROFIT**

	<b>FY 2024</b>	<b>FY 2023</b>	<b>Change</b>	<b>2H 2024</b>	<b>2H 2023</b>	<b>Change</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>(%)</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>(%)</b>
Profit for the year/period attributable to owners of the Company	245,792	145,395	69.1%	141,846	73,928	91.9%
(Write-back of)/provision for expected credit losses	(118)	377	n.m.	(118)	377	n.m.
(Gain)/loss arising from changes in fair value of biological assets	(16,865)	795	n.m.	(3,536)	4,544	n.m.
<b>Underlying net profit attributable to owners of the Company</b>	<b>228,809</b>	<b>146,567</b>	<b>56.1%</b>	<b>138,192</b>	<b>78,849</b>	<b>75.3%</b>

n.m. – not meaningful

**REVIEW OF INCOME STATEMENT****Overview**

The Group recorded a net profit of US\$258.1 million in FY2024, an increase of 69.3% against FY2023, with profit from operations rising 70.2% to US\$337.0 million. For 2H2024, net profit was up by 90.7% to US\$149.5 million while profit from operations increased by 90.3% to US\$193.5 million. The Group's strong performance in 2024 was driven by record production and higher average selling prices.

Excluding the expected credit losses and gains/(losses) arising from changes in fair value of biological assets, the underlying net profit for the Group would have increased by 56.1% and 75.3% for FY2024 and 2H2024 respectively.

**Sales**

Bolstered by the stronger palm oil prices as compared to the previous year, sales grew by 5.9% to US\$1,038.8 million and 9.4% to US\$581.5 million in FY2024 and 2H2024 respectively.

**Cost of Sales**

Cost of sales comprises mainly harvesting costs, plantation maintenance costs, plantation general expenses and processing costs, as well as FFB and other palm oil products purchased from plasma farmers or third parties. The Group's cost of sales decreased by 4.0% to US\$593.1 million in FY2024 and 1.0% to US\$322.5 million in 2H2024.

**Gross Profit**

Gross profit improved by 22.8% to US\$445.7 million in FY2024 with gross profit margin coming in at 42.9% (FY2023: 37.0%). For 2H2024, gross profit increased by 25.7% to US\$259.0 million with gross profit margin of 44.5% (2H2023: 38.7%). The Group's gross profitability and margins in 2024 were mainly boosted by higher average selling prices and improved processing margins.

**2. Review of performance of the Group (cont'd)**

**REVIEW OF INCOME STATEMENT (CONT'D)**

**Gain/(Loss) arising from changes in Fair Value of Biological Assets**

The Group recognised gains arising from changes in fair value of biological assets amounting to US\$22.7 million in FY2024 (FY2023: loss of US\$1.1 million) and US\$5.6 million in 2H2024 (2H2023: loss of US\$5.9 million). The fair value gains recorded in FY2024 and 2H2024 were mainly attributable to the higher domestic FFB prices used in the valuation as compared to 31 December 2023 and 30 June 2024 respectively.

**Selling and Distribution costs**

Selling and distribution expenses decreased by 17.7% to US\$91.6 million in FY2024 (FY2023: US\$111.3 million) and 20.8% to US\$49.0 million in 2H2024 (2H2023: US\$61.9 million), mainly due to the lower freight charges and export taxes.

**General and Administrative expenses**

General and administrative expenses increased by 11.0% to US\$37.1 million in FY2024 (FY2023: US\$33.4 million) and 4.4% to US\$21.2 million in 2H2024 (2H2023: US\$20.3 million), mainly due to higher accruals for employee related costs.

**Other Operating Expenses**

The Group recorded other operating expenses of US\$2.7 million in FY2024 (FY2023: US\$19.1 million) and US\$0.9 million in 2H2024 (2H2023: US\$16.3 million). The higher operating expenses in FY2023 and 2H2023 included a US\$6.0 million loss from changes in carrying value of plasma receivables relating to the conversion of rubber to oil palm plantations.

**EBITDA**

The Group's EBITDA surged by 41.4% to US\$398.9 million in FY2024 and 54.9% to US\$231.1 million in 2H2024, primarily driven by the higher average selling prices and improved processing margins.

**Gain/(Loss) on Foreign Exchange**

The Group recorded gains on foreign exchange of US\$2.3 million in FY2024 (FY2023: loss of US\$5.7 million) and US\$1.8 million in 2H2024 (2H2023: US\$6.3 million). These arose mainly from the impact of foreign currency movements on monetary assets and liabilities of the subsidiaries.

**Loss on Derivative Financial Instruments**

The Group recorded losses on derivative financial instruments of US\$0.1 million in FY2024 (FY2023: US\$0.1 million) and US\$0.2 million in 2H2024 (2H2023: US\$0.1 million). These arose primarily from financial instruments entered into by the Group to hedge its exposure to commodity price and foreign currency movements during the course of its business.

**2. Review of performance of the Group (cont'd)**

**REVIEW OF INCOME STATEMENT (CONT'D)**

**Net Financial (Expenses)/Income**

The Group recorded net financial expenses of US\$7.1 million in FY2024 and US\$4.5 million in 2H2024, as compared to net financial income of US\$2.5 million in FY2023 and US\$0.6 million in 2H2023 respectively. This shift was primarily due to higher interest expenses from bank loans and lower interest income from cash and bank balances during the year.

**Other Non-operating (Expenses)/Income**

The Group recorded other non-operating expenses of US\$1.7 million in FY2024 (FY2023: income of US\$2.3 million) and other non-operating income of US\$2.3 million in 2H2024 (2H2023: expenses of US\$4.3 million). These included a US\$1.3 million loss on disposal of subsidiary (FY2023: gain of US\$4.2 million) and write-off or impairment of bearer plants amounting to US\$6.1 million (FY2023: US\$6.6 million), mainly attributable to the conversion of rubber to oil palm plantations.

**Tax Expense and Net Profit**

The Group recorded tax expense of US\$72.3 million in FY2024 (FY2023: US\$44.6 million) and US\$43.4 million in 2H2024 (2H2023: US\$25.7 million), along with the higher taxable income of the Group.

As a result of the foregoing, profit attributable to owners of the Company increased by 69.1% to US\$245.8 million in FY2024 and 91.9% to US\$141.8 million in 2H2024.

**REVIEW OF BALANCE SHEET**

Total assets of the Group increased from US\$1,774.8 million as at 31 December 2023 to US\$1,951.8 million as at 31 December 2024. Non-current assets increased by 9.1% to US\$1,494.2 million, mainly due to the Group's ongoing capital expenditure on oil palm plantations and other property, plant and equipment, partially offset by the weakening of Indonesian Rupiah ("IDR") against United States Dollar ("USD") and the depreciation of bearer plants and other property, plant and equipment during the year. The Group's current assets increased by US\$52.1 million to US\$457.6 million, mainly contributed by the higher inventories and biological assets.

Total liabilities of the Group increased by 24.5% from US\$373.1 million as at 31 December 2023 to US\$464.3 million as at 31 December 2024, mainly due to the increase in gross borrowings.

Gross borrowings increased from US\$237.7 million as at 31 December 2023 to US\$270.1 million as at 31 December 2024, reflecting a net drawdown of bank loans amounting to US\$34.8 million during the year.

Taking into consideration the cash and bank balances of US\$157.2 million (31 December 2023: US\$162.9 million), the Group is in a net borrowings position of US\$112.9 million as at 31 December 2024 (31 December 2023: US\$74.9 million), with net gearing ratio at 0.08x (31 December 2023: 0.05x).

Equity attributable to owners of the Company increased by 5.8% from US\$1,303.4 million as at 31 December 2023 to US\$1,379.5 million as at 31 December 2024, mainly attributable to the Group's profits generated, partially offset by dividends paid to shareholders and foreign currency translation losses from depreciation of IDR against USD during the year.

**2. Review of performance of the Group (cont'd)**

**REVIEW OF CASH FLOW STATEMENT**

In line with its better financial performance, the Group's operating cash flows before changes in working capital increased from US\$290.7 million in FY2023 to US\$406.2 million in FY2024, while its net cash generated from operating activities came in at US\$311.2 million (FY2023: US\$315.4 million). In 2H2024, operating cash flows before changes in working capital increased to US\$235.5 million from US\$167.8 million in 2H2023, with net cash generated from operating activities coming in at US\$198.8 million (2H2023: US\$188.1 million). The smaller increases in the Group's net cash generated from operating activities as compared to its operating cash flows before changes in working capital was mainly attributable to the build-up in inventories during FY2024 and 2H2024.

Net cash used in investing activities amounted to US\$244.5 million in FY2024 (FY2023: US\$351.9 million) and US\$141.3 million in 2H2024 (2H2023: US\$256.4 million), primarily relating to the Group's capital expenditure on oil palm plantations and other property, plant and equipment. These include the Group's capital investments in expanding its processing capabilities, while the higher amounts used in FY2023 and 2H2023 were largely due to the cash consideration of US\$122.7 million for the acquisition of plantation assets in late FY2023.

Net cash used in financing activities amounted to US\$70.2 million in FY2024 (FY2023: US\$286.7 million) and US\$55.3 million in 2H2024 (2H2023: US\$102.3 million). The higher cash used in financing activities in FY2023 and 2H2023 was mainly due to larger dividend payments to shareholders and an increase in restricted cash balances following the implementation of the Indonesian DHE regulation effective 1 August 2023, which required 30% of proceeds from export of natural resources products to be placed in designated domestic accounts for at least 3 months.

Overall, the Group registered a decrease in cash and cash equivalents of US\$3.4 million in FY2024, bringing the Group's cash and cash equivalents to US\$105.5 million as at 31 December 2024.

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

Not applicable.

**4. 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 operating period and the next 12 months**

Closing the year with notable strength in 4Q2024, CPO prices averaged higher year-on-year in 2024, driven by increasing domestic consumption in Indonesia and lower-than-expected palm oil production. Looking ahead, Indonesia's expansion of its biodiesel mandate from B35 to B40 in 2025 is expected to tighten global palm oil supplies and support prices.

At the macro level, the Group will continue to be vigilant of developments in the regulatory and macroeconomic environment, including geopolitical trade tensions and their potential impact on the market prices of palm and other competing oils.

Towards the end of 2024, the Group has embarked on the replanting process for the plantation assets acquired in December 2023. Comprising mills, plantations and land bank in the Riau province of Indonesia, the integration of these assets into the Group's operations is expected to contribute progressively to its financial performance in the coming years.

**5. Dividends****(a) Current financial period reported on**

**Any dividend declared for the current financial period reported on?**

Yes.

<b>Name of Dividend</b>	Interim dividend	Proposed final dividend
<b>Dividend Type</b>	Cash	Cash
<b>Dividend Amount per Share</b>	3.50 Singapore cents	6.30 Singapore cents
<b>Tax Rate</b>	Tax-exempt, one-tier	Tax-exempt, one-tier

**(b) Corresponding period of the immediately preceding financial year**

**Any dividend declared for the corresponding period of the immediately preceding financial year?**

Yes.

<b>Name of Dividend</b>	Interim dividend	Final dividend
<b>Dividend Type</b>	Cash	Cash
<b>Dividend Amount per Share</b>	2.50 Singapore cents	3.70 Singapore cents
<b>Tax Rate</b>	Tax-exempt, one-tier	Tax-exempt, one-tier

**(c) Date payable**

Payment of the proposed final dividend, if approved by the members at the Annual General Meeting to be held on 28 April 2025, will be made on 15 May 2025.

**(d) Record date**

Notice is hereby given that the Register of Members and Register of Transfers of the Company will be closed on 8 May 2025 for the preparation of dividend warrants.

Duly completed registrable transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte. Ltd., 1 Harbourfront Avenue, #14-07 Keppel Bay Tower, Singapore 098632, up to 5.00 p.m. on 7 May 2025 will be registered to determine shareholders' entitlements to the proposed final dividend. Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares at 5.00 p.m. on 7 May 2025 will be entitled to the proposed final dividend.

**6. If no dividend has been declared or recommended, a statement to that effect and the reason(s) for the decision**

Not applicable.

## Other information required under Appendix 7.2 of the SGX-ST Listing Rules

## 7. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	FY 2024		FY 2023	
	S\$'000	US\$'000 equivalent	S\$'000	US\$'000 equivalent
Ordinary – Interim (paid)	54,224	41,634	39,161	29,015
Ordinary – Final (paid)	–	–	57,544	42,443
Ordinary – Final (proposed)	97,604	71,842*	–	–
<b>Total</b>	<b>151,828</b>	<b>113,476</b>	<b>96,705</b>	<b>71,458</b>

\* Based on USD/SGD exchange rate of 1.3586.

## 8. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect

Name of Interested Person	Nature of relationship	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
		US\$'000	US\$'000
Eight Capital Advisors Pte. Ltd.	Associate of Eight Capital Inc.	–	480
PT Surya Dumai Industri	Associate of Ciliandra Fangiono & Fang Zhixiang	–	283
PT Riau Agung Karya Abadi	Associate of Ciliandra Fangiono & Fang Zhixiang	194	13,050
PT Marsam Citra Adi Perkasa	Associate of Ciliandra Fangiono & Fang Zhixiang	–	6,662
PT Ketapang Hijau Lestari	Associate of Ciliandra Fangiono & Fang Zhixiang	–	22,241
PT Borneo Bhakti Sejahtera	Associate of Ciliandra Fangiono & Fang Zhixiang	–	10,663
PT Fajar Niaga Berjaya	Associate of Ciliandra Fangiono & Fang Zhixiang	18,515	–
<b>Total</b>		<b>18,709</b>	<b>53,379</b>

**Other information required under Appendix 7.2 of the SGX-ST Listing Rules**

**9. 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 hereby confirms that it has procured undertakings from its directors and executive officers under Rule 720(1) of the Listing Manual.

**10. Disclosures of persons occupying managerial positions who are related to a director, CEO or substantial shareholder**

<b>Name</b>	<b>Age</b>	<b>Family relationship with any director and/or substantial shareholder</b>	<b>Current position and duties, and the year the position was held</b>	<b>Details of changes in duties and position held, if any, during the year</b>
Ciliandra Fangiono	48	Brother of Fang Zhixiang (Director and Deputy Chief Executive Officer)	Director and Chief Executive Officer since 2007 - Responsible for overall management and strategic initiatives of the Group	No change
Fang Zhixiang	47	Brother of Ciliandra Fangiono (Director and Chief Executive Officer)	Deputy Chief Executive Officer since 2007 - Responsible for the Group's daily operations, including new plantations development Director since 2014	No change

**BY ORDER OF THE BOARD**

**Ciliandra Fangiono**  
Director and Chief Executive Officer  
28 February 2025