

## **BUMITAMA AGRI LTD.**

(Incorporated in the Republic of Singapore)

(Company Registration Number: 200516741R)

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## **SALE OF 28% INTEREST IN EACH OF PT SAWIT NABATI AGRO AND PT BERKAT AGRO SAWITINDO TO OLEANDER CAPITAL RESOURCES PTE LTD**

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### **1. INTRODUCTION**

The board of directors (each, a “**Director**”) of Bumitama Agri Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that the Company has entered into a sale and purchase agreement dated 13 November 2019 with Oleander Capital Resources Pte Ltd (“**Oleander**”) for the sale of (the “**Sale**”) its 28% interest (the “**Sale Shares**”) in each of PT Sawit Nabati Agro (“**SNA**”) and PT Berkati Agro Sawitindo (“**BAS**”). On completion of the Sale, both SNA and BAS will cease to be associated companies of the Company. Therefore, in accordance with Rule 704(18)(c) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the “**Listing Manual**”), the information required by Rule 1010(3) and Rule 1010(5) of the Listing Manual are set out below. PT Karya Manunggal Sawitindo, an associate of the Group’s controlling shareholders, Dr. Lim Hariyanto Wijaya Sarwono and Mr. Lim Gunawan Hariyanto, will continue to hold 5% interest in each of SNA and BAS.

### **2. CONSIDERATION**

The aggregate consideration for the sale of the Sale Shares is IDR701 million (approximately US\$49,070) (the “**Consideration**”), which is payable in full by Oleander to the Company in cash on completion of the Sale. The Consideration was mutually determined between the Company and Oleander on an arm’s length basis, taking into account the indicative value of 28% interest in both SNA and BAS based on the valuation conducted by the independent valuer, KJPP Rengganis, Hamid & Rekan.

### **3. VALUE OF THE SALE SHARES**

As at 30 June 2019, the book value and net tangible asset value of the Sale Shares is IDR701 million (approximately USD\$49,070). The open market value of the Sale Shares is not available as the shares of SNA and BAS are not publicly traded.

KJPP Rengganis, Hamid & Rekan was appointed by the Company to conduct an independent valuation on SNA and BAS. Based on their valuation report dated 19 August 2019, and based on the discounted cash flow method and adjusted book value method, the value of 28% interest in SNA as at 31 December 2018 is a negative value, whereas the value of 28% interest in BAS as at 31 December 2018 is IDR218 million (approximately US\$15,260).

### **4. DIRECTORS’ AND SUBSTANTIAL SHAREHOLDERS’ INTERESTS**

Dato’ Lee Yeow Chor, a non-executive director of the Company, is presently the Group Managing Director and Chief Executive of IOI Corporation Berhad (“**IOI**”), the sole shareholder of Oleander.

Dato' Lee Yeow Chor and certain of his immediate family members are deemed to be interested in the Ordinary Shares ("**Shares**") held by Oakridge Investments Pte Ltd. (535,050,070 Shares) and Lynwood Capital Resources Pte Ltd. (21,622,000 Shares), each a subsidiary of IOI, by virtue of their collective 100% shareholding interest in Progressive Holdings Sdn Bhd. which, in turn, has an indirect 100% shareholding interest through intermediate entities in each of Oakridge Investments Pte Ltd. and Lynwood Capital Resources Pte Ltd.

Save for the above disclosure, and save for their respective interests in the Shares, none of the Directors or substantial shareholders or their respective associates has any interest, direct or indirect, in the Sale.

On behalf of the Board

Lim Gunawan Hariyanto  
Executive Chairman and CEO

Date: 14 November 2019