



BUMITAMA AGRI LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No. 200516741R)

Unaudited condensed interim financial statements
For the six months ended 30 June 2021

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A. Condensed interim consolidated statement of profit or loss and other comprehensive income

	Note	Group		
		1H2021 IDR million	1H2020 IDR million	Change (%)
Revenue	4	5,438,195	4,002,486	35.9%
Cost of sales	5	(4,273,361)	(2,964,108)	44.2%
Gross profit		1,164,834	1,038,378	12.2%
Interest income		97,935	99,695	-1.8%
Selling expenses		(157,308)	(140,958)	11.6%
General and administrative expenses	7	(182,399)	(141,061)	29.3%
Finance cost		(79,413)	(97,956)	-18.9%
Foreign exchange loss		(109,897)	(102,932)	6.8%
Other income, net		10,906	6,501	n.m.
Profit before taxation		744,658	661,667	12.5%
Taxation	8	(165,462)	(139,134)	18.9%
Profit for the period		579,196	522,533	10.8%
Other comprehensive income				
Item that may be reclassified subsequently to profit or loss:				
Foreign currency translation loss		(19,379)	(31,736)	-38.9%
Fair value reserve on derivative financial assets/liabilities		(7,842)	(42,935)	-81.7%
Other comprehensive income for the period, net of tax		(27,221)	(74,671)	-63.5%
Total comprehensive income for the period		551,975	447,862	23.2%
Profit and other comprehensive income attributable to:				
Profit attributable to:				
Owners of the Company		484,030	441,251	9.7%
Non-controlling interests		95,166	81,282	17.1%
		579,196	522,533	10.8%
Total comprehensive income attributable to:				
Owners of the Company		456,809	366,580	24.6%
Non-controlling interests		95,166	81,282	17.1%
		551,975	447,862	23.2%
EBITDA		1,190,866	1,078,029	10.5%
Earnings per share for profit for the period attributable to the owners of the Company during the period *)				
Basic and diluted (IDR per share)		277	253	

*) based on weighted average number of shares
n.m. – not meaningful

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

B. Condensed interim statements of financial position

	Note	Group		Company	
		30-June-2021	31-Dec-2020	30-June-2021	31-Dec-2020
		IDR million	IDR million	IDR million	IDR million
ASSETS					
Non-current assets					
Plasma receivables	11	2,622,899	2,639,567	-	-
Property, plant and equipment	12	3,875,488	3,813,214	1,821	2,250
Bearer plants	13	7,665,476	7,725,442	-	-
Land use rights		974,959	971,853	-	-
Investment in subsidiaries		-	-	2,133,317	2,075,776
Intangible assets	14	180,326	182,606	-	-
Derivative financial assets		-	72,763	-	72,763
Deferred tax assets		198,989	209,491	-	-
Due from subsidiaries		-	-	6,417,717	6,467,014
Total Non-current assets		15,518,137	15,614,936	8,552,855	8,617,803
Current assets					
Biological assets		383,547	294,010	-	-
Inventories		808,613	852,402	-	-
Deferred charges		8,472	7,831	-	-
Trade and other receivables		134,872	70,637	361	327
Due from related companies		50	50	-	-
Plasma receivables	11	64,496	64,496	-	-
Prepayments and advances		15,453	31,610	263	189
Dividend receivables		-	-	-	442,315
Prepaid taxes		544,042	504,875	86	58
Cash and short-term deposits		202,380	791,953	18,933	274,427
Total Current assets		2,161,925	2,617,864	19,643	717,316
Total Assets		17,680,062	18,232,800	8,572,498	9,335,119
LIABILITIES AND EQUITY					
Current liabilities					
Loans and borrowings	15	260,928	282,100	260,928	282,100
Trade and other payables		537,919	598,755	458	2,158
Accrued operating expenses		211,100	221,201	49,871	50,259
Dividend payables to non-controlling interests		-	54,595	-	-
Sales advances		281,528	281,120	-	-
Income taxes payable		154,674	284,301	12	37
Total Current liabilities		1,446,149	1,722,072	311,269	334,554
Non-current liabilities					
Deferred tax liabilities		144,946	137,607	-	-
Loans and borrowings	15	2,823,384	3,282,436	2,823,384	3,282,436
Islamic medium term notes	16	2,443,870	2,443,238	2,443,870	2,443,238
Post employment benefits		101,092	101,092	-	-
Derivative financial liabilities		13,191	12,512	13,191	12,512
Total Non-current liabilities		5,526,483	5,976,885	5,280,445	5,738,186
Total Liabilities		6,972,632	7,698,957	5,591,714	6,072,740
Net Assets		10,707,430	10,533,843	2,980,784	3,262,379
Equity attributable to owners of the Company					
Share capital	17	1,807,045	1,807,045	1,807,045	1,807,045
Treasury shares	17	(161,366)	(161,366)	(161,366)	(161,366)
Other reserves		(221,277)	(213,435)	(5,201)	2,641
Retained earnings		7,869,770	7,764,128	197,842	561,915
Foreign currency translation reserve		(199,076)	(179,697)	1,142,464	1,052,144
		9,095,096	9,016,675	2,980,784	3,262,379
Non-controlling interests		1,612,334	1,517,168	-	-
Total Equity		10,707,430	10,533,843	2,980,784	3,262,379

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

C. Condensed interim statements of changes in equity

Group	Note	----- Attributable to owners of the Group -----						Non-controlling interests	Total equity
		Share capital	Treasury shares	Retained earnings	Other reserves	Foreign currency translation reserve	Total share capital and reserves		
		IDR million	IDR million	IDR million	IDR million	IDR million	IDR million		
Opening balance at 1 January 2021		1,807,045	(161,366)	7,764,128	(213,435)	(179,697)	9,016,675	1,517,168	10,533,843
Profit for the period		-	-	484,030	-	-	484,030	95,166	579,196
Other comprehensive income:									
Foreign currency translation loss		-	-	-	-	(19,379)	(19,379)	-	(19,379)
Fair value reserve on derivative financial assets/liabilities		-	-	-	(7,842)	-	(7,842)	-	(7,842)
Total comprehensive income for the period, net of tax		-	-	484,030	(7,842)	(19,379)	456,809	95,166	551,975
Contributions by and distributions to owners:									
Dividends on ordinary shares	9	-	-	(378,388)	-	-	(378,388)	-	(378,388)
Closing balance at 30 June 2021		1,807,045	(161,366)	7,869,770	(221,277)	(199,076)	9,095,096	1,612,334	10,707,430
Opening balance at 1 January 2020		1,807,045	(147,449)	6,814,530	(201,717)	(190,363)	8,082,046	1,349,134	9,431,180
Profit for the period		-	-	441,251	-	-	441,251	81,282	522,533
Other comprehensive income:									
Foreign currency translation loss		-	-	-	-	(31,736)	(31,736)	-	(31,736)
Fair value reserve on derivative financial assets		-	-	-	(42,935)	-	(42,935)	-	(42,935)
Total comprehensive income for the period, net of tax		-	-	441,251	(42,935)	(31,736)	366,580	81,282	447,862
Distribution to owners:									
Contribution from non-controlling interests		-	-	-	-	-	-	20,105	20,105
Buy-back of ordinary shares		-	(13,917)	-	-	-	(13,917)	-	(13,917)
Dividends on ordinary shares	9	-	-	(91,127)	-	-	(91,127)	(26,807)	(117,934)
Changes in ownership interest in subsidiaries:									
Increase in ownership in subsidiaries without a change in control		-	-	-	5,807	-	5,807	(5,807)	-
Closing balance at 30 June 2020		1,807,045	(161,366)	7,164,654	(238,845)	(222,099)	8,349,389	1,417,907	9,767,296

Company	Note	----- Attributable to owners of the Company -----					
		Share capital	Treasury shares	Retained earnings	Other reserves	Foreign currency translation reserves	Total share capital and reserves
		IDR million	IDR million	IDR million	IDR million	IDR million	IDR million
Opening balance at 1 January 2021		1,807,045	(161,366)	561,915	2,641	1,052,144	3,262,379
Profit for the period		-	-	14,315	-	-	14,315
Other comprehensive income:							
Foreign currency translation gain		-	-	-	-	90,320	90,320
Fair value reserve on derivative financial assets/liabilities		-	-	-	(7,842)	-	(7,842)
Total comprehensive income for the period, net of tax		-	-	14,315	(7,842)	90,320	96,793
Distribution to owners:							
Dividends on ordinary shares	9	-	-	(378,388)	-	-	(378,388)
Closing balance at 30 June 2021		1,807,045	(161,366)	197,842	(5,201)	1,142,464	2,980,784
Opening balance at 1 January 2020		1,807,045	(147,449)	223,151	4,864	982,841	2,870,452
Profit for the period		-	-	51,231	-	-	51,231
Other comprehensive income:							
Foreign currency translation gain		-	-	-	-	86,451	86,451
Fair value reserve on derivative financial assets		-	-	-	(42,935)	-	(42,935)
Total comprehensive income for the period, net of tax		-	-	51,231	(42,935)	86,451	94,747
Distribution to owners:							
Buy-back of ordinary shares		-	(13,917)	-	-	-	(13,917)
Dividends on ordinary shares	9	-	-	(91,127)	-	-	(91,127)
Closing balance at 30 June 2020		1,807,045	(161,366)	183,255	(38,071)	1,069,292	2,860,155

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

D. Condensed interim consolidated statements of cash flows

CASH FLOWS	Note	Group	
		1H2021	1H2020
		IDR million	IDR million
Cash flows from operating activities			
Cash receipts from customers		5,379,397	4,413,797
Cash payments to suppliers, employees and for other operating expenses		(4,284,266)	(3,292,211)
Income tax paid		(313,601)	(111,068)
Net cash flows generated from operating activities		781,530	1,010,518
Cash flows from investing activities			
Decrease/(increase) in plasma receivables		27,588	(247,998)
Investment in intangible assets		(125)	(299)
Investment in bearer plants	13	(200,793)	(157,498)
Investment in property, plant and equipment	12	(220,992)	(270,611)
Investment in land use rights		(12,805)	(19,512)
Interest received		97,935	99,695
Net cash flows used in investing activities		(309,192)	(596,223)
Cash flows from financing activities			
Proceeds from loans and borrowings		552,452	638,925
Repayment of loans and borrowings		(1,115,322)	(781,180)
Payment of dividend		(432,983)	(135,928)
Contribution from non-controlling interests		-	20,105
Buy-back of ordinary shares		-	(13,917)
Interest paid		(67,613)	(95,933)
Net cash flows used in financing activities		(1,063,466)	(367,928)
Net (decrease)/increase in cash and cash equivalents		(591,128)	46,367
Effect of exchange rate changes on cash and cash equivalents		1,555	17,297
Cash and cash equivalents at beginning of period		791,953	503,753
Cash and cash equivalents at end of period		202,380	567,417

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

D. Condensed interim consolidated statements of cash flows (cont'd)

Cash Flows from Operating Activities:	Note	Group	
		1H2021	1H2020
		IDR million	IDR million
Profit before income tax		744,658	661,667
Depreciation and amortisation		354,833	315,169
Finance cost		79,413	97,956
Interest income		(97,935)	(99,695)
Unrealized foreign exchange loss		124,532	134,327
Operating cash flows before working capital changes		1,205,501	1,109,424
Decrease/(increase) in:			
- Trade and other receivables		(63,714)	260,084
- Inventories		43,789	(201,398)
- Prepaid taxes		(39,166)	(60,721)
- Prepayments and advances		16,162	23,967
- Deferred charges		(641)	(457)
(Decrease)/increase in:			
- Trade and other payables		(62,289)	(140,485)
- Accrued operating expenses		(41,269)	(60,548)
- Other taxes payable		36,351	43,624
- Sales advances		407	148,096
Cash flows generated from operations		1,095,131	1,121,586
Income tax paid		(313,601)	(111,068)
Net cash flows generated from operating activities		781,530	1,010,518

The accompanying explanatory notes form an integral part of the unaudited condensed interim consolidated financial statements.

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

Bumitama Agri Ltd. (the "Company") is a limited liability company, incorporated and domiciled in the Republic of Singapore and is listed on the Singapore Exchange Securities Trading Limited.

The Company's immediate holding company is Wellpoint Pacific Holdings Ltd. ("Wellpoint") incorporated in British Virgin Islands. Wellpoint is ultimately held by the Hariyantos.

The registered office of the Company is located at 10 Anson Road, #11-19, International Plaza, Singapore 079903. The principal place of operations of the Group is located at Jl. Melawai Raya No. 10, Kebayoran Baru, Jakarta Selatan, Indonesia.

The principal activity of the Company is investment holding. The principal activities of the subsidiaries are that of investment holding, operating oil palm plantations and palm oil mills located across the Indonesian provinces of Central Kalimantan, West Kalimantan and Riau, and the production and trading of crude palm oil and related products.

Related companies in these condensed financial statements refer to the Hariyanto family's group of companies.

2. Summary of significant accounting policies

The condensed interim consolidated financial statements for the six months ended 30 June 2021 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("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 Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2020.

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 Indonesian Rupiah ("IDR"), and all values are rounded to the nearest million (IDR million), except otherwise indicated.

2.1 New and amended standards adopted by the Group

The accounting policies adopted are consistent with those of the previous financial year except that in the current financial year, the Group has adopted all the new and revised standards and SFRS(I) Interpretations ("SFRS(I) INT") which are effective for annual financial periods beginning on or after 1 January 2021. The adoption of these standards and interpretations did not have any material effect on the financial performance or position of the Group and the Company.

2.2 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates, and assumptions that affect the application of accounting policies and the reported amounts of asset and liabilities, income and expense. Actual results may differ from these estimates.

In the process of applying the Group's accounting policies, management did not make any judgements that have effect on the amounts recognised in the condensed interim consolidated financial statements.

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 period affected.

Information about assumption and estimation uncertainties are included in Note 13 (impairment test of goodwill: key assumptions underlying recoverable amounts).

2.3 Auditor's review

The condensed financial statements presented have not been audited or reviewed by the Company's auditor.

The audited financial statements as at 31 December 2020 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

3. Seasonal operations

The Group's businesses are not affected significantly by any seasonal or cyclical factors during the financial period.

4. Revenue

	Group	
	1H2021	1H2020
	IDR million	IDR million
Disaggregation of revenue by major product:		
Crude Palm Oil ("CPO")	4,661,177	3,604,653
Palm Kernel ("PK")	777,018	397,833
Total revenue recognised at a point in time	5,438,195	4,002,486

All sales advances at the beginning of each financial year have been recognised as revenue during the financial period.

The Group's primary business activities are cultivating and harvesting palm trees, processing FFB and selling CPO and PK in Indonesia. Accordingly, no segmental information is presented as it is not meaningful.

5. Cost of Sales

	Group	
	1H2021	1H2020
Cost of inventories recognised as an expense	2,552,727	1,442,827
Depreciation of mature bearer plants, property, plant and equipment and amortisation of land use rights	340,836	304,326
Plantation costs	1,211,128	1,052,839
Mill and processing costs	168,670	164,116
Total cost of sales	4,273,361	2,964,108

6. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2021 and 31 December 2020:

	Note	Group		Company	
		30-Jun-21	31-Dec-20	30-Jun-21	31-Dec-20
		IDR million	IDR million	IDR million	IDR million
Financial assets:					
Due from subsidiaries		-	-	4,364,048	4,138,889
Derivative financial assets		-	72,763	-	72,763
Dividend receivables		-	-	-	442,315
Trade and other receivables		134,872	70,637	361	327
Due from related companies		50	50	-	-
Plasma receivables		2,687,395	2,704,063	-	-
Cash and short-term deposits		202,380	791,953	18,933	274,427
		3,024,697	3,639,466	4,383,342	4,928,721
Financial liabilities:					
Derivative financial liabilities		13,191	12,512	13,191	12,512
Loans and borrowings	15	3,084,312	3,564,536	3,084,312	3,564,536
Islamic medium term notes	16	2,443,870	2,443,238	2,443,870	2,443,238
Dividend payable to non-controlling interests		-	54,595	-	-
Trade and other payables		537,919	598,755	458	2,158
Accrued operating expenses		211,100	221,201	49,871	50,259
		6,290,392	6,894,837	5,591,702	6,072,703

7. Related party transactions

The following significant transactions between the Group and related parties took place at terms agreed between the parties during the financial period:

	Group	
	1H2021	1H2020
	IDR million	IDR million
Rental to related parties	5,566	5,841

The Group has entered into office premise lease agreements with Mr. Gunardi Hariyanto Lim and Goldwood Investments Ltd for an amount of IDR 2,266 million for the period ended 30 June 2021 (30 June 2020: IDR 2,241 million).

The Group also entered into barge lease agreement with PT Lima Srikandi Jaya, a related party, amounting to IDR 3,300 million for the period ended 30 June 2021 (30 June 2020: IDR 3,600 million).

8. Taxation

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	Group	
	1H2021	1H2020
	IDR million	IDR million
Current income tax	(135,432)	(172,249)
Deferred income tax	(17,841)	49,727
Withholding tax on interest income and dividend from subsidiaries	(12,189)	(16,612)
	(165,462)	(139,134)

9. Dividends

	Group and Company	
	1H2021	1H2020
	IDR million	IDR million
Declared and paid during the financial period:		
Dividend on ordinary shares:		
- Final exempt (one-tier) dividend for 2020: SGD 0.02 (2019: SGD 0.005) per share	378,388	91,127
	378,388	91,127

10. Net Asset Value

	Group		Company	
	30-Jun-21	31-Dec-20	30-Jun-21	31-Dec-20
	IDR	IDR	IDR	IDR
Net asset value per ordinary share *)	5,245	5,199	1,719	1,881

*) *excluding treasury shares*

11. Plasma receivables

As at 30 June 2021, the carrying amount of the Group's plasma receivables is IDR 2,687,395 million (31 December 2020: IDR 2,704,063 million).

12. Property, plant and equipment

As at 30 June 2021, the carrying amount of the Group's property, plant, and equipment is IDR 3,875,488 million (31 December 2020: IDR 3,813,214 million).

13. Bearer plants

As at 30 June 2021, the carrying amount of the Group's bearer plants is IDR 7,665,476 million (31 December 2020: IDR 7,725,442 million).

14. Intangible Assets

Group	Goodwill IDR million	Software IDR million	Total IDR million
Cost			
At 1 January 2020	174,464	35,910	210,374
Additions	-	8,031	8,031
At 31 December 2020 and 1 January 2021	174,464	43,941	218,405
Additions	-	125	125
At 30 June 2021	174,464	44,066	218,530
Accumulated amortisation and impairment losses			
At 1 January 2020	6,563	25,863	32,426
Amortisation for the year	-	3,373	3,373
At 31 December 2020 and 1 January 2021	6,563	29,236	35,799
Amortisation for the year	-	2,405	2,405
At 30 June 2021	6,563	31,641	38,204
Net carrying amount			
At 31 December 2020	167,901	14,705	182,606
At 30 June 2021	167,901	12,425	180,326

14.1 Goodwill impairment

Impairment testing of goodwill

Goodwill arising from business combinations is allocated to the individual cash-generating units ("CGU") for the purpose of impairment testing.

The recoverable amounts of the CGUs have been determined based on fair values less cost of disposal ("FVLCOD") calculations using cash flows projections from financial budgets approved by Board of Directors. The calculations were based on the following key assumptions:

	30-Jun-21	31-Dec-20
Discount rate	11.39% - 11.49%	11.39% - 11.49%
Inflation rate	2.1% - 2.9%	2.1% - 2.9%
Projected CPO price (IDR/kg)	8,178 - 8,711	8,178 - 8,711

The FVLCOD calculations applied a discounted cash flow model using cash flow projections and projected CPO price of IDR 8,178 - IDR 8,711 (31 December 2020: IDR 8,178 - IDR 8,711) per kg. The cash flows calculated is based on a professional valuer's judgement with reference to monetary policy report published by Bank Indonesia, International Monetary Fund Data and World Economic Outlook database.

14. Intangible assets (cont'd)

14.1 Goodwill impairment (cont'd)

Key assumptions used in FVLCOOD calculations

The calculations of FVLCOOD are most sensitive to the following assumptions:

Discount rate - The discount rate applied to the cash flow projection is post-tax derived from the weighted average cost of capital of the oil palm plantation sectors on the assumption that funds are available at the prevailing rates and will continue to be available throughout the forecast period.

Inflation rate - The inflation rate is based on the International Monetary Fund data.

Projected CPO price -The CPO price was based on the international market price retrieved from Economist Intelligence Unit, World Bank and local market price retrieved from Badan Pengawas Perdagangan Berjangka Komoditi ("Bappebti").

Based on the above analysis, management has assessed that goodwill is not impaired as at 30 June 2021 and 31 December 2020.

15. Loans and borrowings

	Group and Company	
	30-Jun-21	31-Dec-20
	IDR million	IDR million
Amount due within one year		
Unsecured	260,928	282,100
Amount due more than one year		
Unsecured	2,823,384	3,282,436
	3,084,312	3,564,536

The unsecured borrowings contain negative pledge clauses.

16. Islamic medium term notes

	Maturity date	Distribution rate (per annum)	30-Jun-21	31-Dec-20
			IDR million	IDR million
Third issuance	22 July 2024	4.10%	1,047,772	1,047,532
Fourth issuance	22 July 2026	4.20%	1,397,030	1,396,712
			2,444,802	2,444,244
Less:				
Issuance cost			1,315	1,280
Accumulated amortisation			(383)	(274)
			932	1,006
Islamic medium term notes, net			2,443,870	2,443,238

Islamic medium term notes are unsecured.

17. Share capital and treasury shares

	Group and Company			
	30-Jun-21		31-Dec-20	
	Number of shares	IDR million	Number of shares	IDR million
Issued and fully paid ordinary shares As at 1 January, 31 December 2020 and 30 June 2021	1,757,531,844	1,807,045	1,757,531,844	1,807,045

The treasury held by the Company at 30 June 2021 and 31 December 2020 are as follow:

	Group and Company			
	30-Jun-21		31-Dec-20	
	Number of shares	IDR million	Number of shares	IDR million
Treasury shares	23,387,800	161,366	23,387,800	161,366

There were no treasury shares of the Company and subsidiary holdings which were sold, transferred, cancelled or used in the current financial period.

18. Subsequent events

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

OTHER INFORMATION REQUIRED BY LISTING RULE

APPENDIX 7.2

OTHER INFORMATION

1. Review of performance of the Group

REVIEW OF INCOME STATEMENT

Overview

The Group's overall performance during the first half of the year ("1H2021") had significantly improved compared to previous corresponding period, mainly contributed by the increase in sales volume of palm products.

Revenue

Revenue increased by 35.9% to IDR 5,438 billion in 1H2021 compared to previous corresponding period mainly attributable to the increase in sales volume of Crude Palm Oil ("CPO") and Palm Kernel ("PK") as well as the strengthening of average sales price of PK during 1H2021.

Average selling price of CPO was slightly decreased compared to previous period due to the impact of higher export levy tax resulted from its new structure implemented in Indonesia since December 2020. This structure is subsequently amended in 2H2021 which resulting in reduction of export levy tax. The forward sales agreement entered by the Group for the first half of the year has been fully realised.

The breakdown of revenue for 1H2021 compared to the previous corresponding period was as follow:

Revenue	1H2021	1H2020	Change
	IDR million	IDR million	(%)
CPO	4,661,177	3,604,653	29.3%
PK	777,018	397,833	95.3%
Total	5,438,195	4,002,486	35.9%
Sales Volume	1H2021	1H2020	Change
	mt	mt	(%)
CPO	568,358	432,840	31.3%
PK	114,423	95,267	20.1%
Average sales prices	1H2021	1H2020	Change
	IDR / kg	IDR / kg	(%)
CPO	8,201	8,328	-1.5%
PK	6,791	4,176	62.6%

Cost of Sales

Cost of sales comprised mainly costs in relation to Fresh Fruit Bunches ("FFB") purchased externally (from plasma and external parties), plantation maintenance, harvesting, plantation overhead, milling and depreciation and amortisation.

Selling Expenses

Selling expenses mainly comprised of freight and loading expenses. The increase in selling expenses during 1H2021 was mainly due to higher sales volume of palm products.

Interest Income

Interest income mainly consisted of interest income earned from advances extended to the plasma farmers.

General and Administrative Expenses

General and administrative expenses increased by 29.3% to IDR 182 billion in 1H2021 mainly due to increase in performance bonus, a part of employee benefits, of the previous year which was paid in early this year.

Finance Cost

Finance cost decreased by 18.9% to IDR 79 billion in 1H2021 mainly attributable to lower interest rate (London Interbank Offered Rate ("LIBOR")) and loan balance.

Foreign Exchange Loss

The Group recorded a net foreign exchange loss of IDR 110 billion in 1H2021 mainly due to translation of USD denominated borrowings in the Group's IDR financial statements as a result of the depreciation of IDR against USD during the period.

Income Tax Expense

The Group recorded an increase in income tax expense to IDR 165 billion in 1H2021, as the result of the increase in profit before income tax.

REVIEW OF STATEMENT OF FINANCIAL POSITION

Non-Current Assets

As at 30 June 2021, the Group's total non-current assets decreased by IDR 97 billion from IDR 15,615 billion to IDR 15,518 billion, mainly due to decrease in derivative financial assets arising from weakening of mark-to-market cross currency interest rate swap of our Islamic medium term notes.

Current Assets

The decrease in current assets by IDR 456 billion as at 30 June 2021 from IDR 2,618 billion to IDR 2,162 billion was mainly due to decrease in cash and short-term deposits.

Current Liabilities

The decrease in current liabilities by IDR 276 billion as at 30 June 2021 from IDR 1,722 billion to IDR 1,446 billion was mainly due to the decrease in trade and other payables as well as repayment of revolving credit facilities.

Non-Current Liabilities

As at 30 June 2021, the Group's total non-current liabilities decreased by IDR 450 billion from IDR 5,977 billion to IDR 5,526 billion, mainly due to the reclassification of some bank loans from non-current to current liabilities based on the maturity date of the loans.

REVIEW OF STATEMENT OF CASH FLOW

The Group reported a net decrease in cash and cash equivalents of IDR 591 billion as at 30 June 2021, bringing the cash and bank balances to IDR 202 billion, as follows:

- The Group recorded net cash flows generated from operating activities amounting to IDR 782 billion which was lower compared to previous corresponding period mainly due to the increase in cash payment to suppliers, employees, and other operating expenses, as well as higher corporate income tax payments.
- The Group recorded net cash flows used in investing activities of IDR 309 billion which was lowered compared to previous corresponding period mainly due to collection received from plasma farmers to repay some of their advances as a result of improvement in FFB price during the period.
- The Group recorded net cash flows used in financing activities amounting to IDR 1,063 billion which was higher compared to previous corresponding period mainly due to repayment of revolving credit facilities and dividend payments.

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

Not applicable.

3. 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.

All of our plantations remain fully operational despite the prolonged Covid-19 pandemic and the newly appeared variants. CPO prices will be impacted by the seasonal increase in production in the 4th quarter of the year but overall, the average CPO price for 2021 will be higher than 2020.

The Group believes the long-term fundamentals of the palm oil industry remain positive and we will continue to drive for efficiency and innovation, look at improving processes with latest technologies in its workplace and cost management. The internal FFB production of the Group this year is expected to increase in the range of 10% - 15%.

4. Dividend information

a. Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Yes.

1HFY2021	
Name of Dividend	Interim
Dividend Type	Cash
Dividend amount per share	0.45 Singapore cent
Payment Type	Tax Exempted (1-tier)

b. Corresponding Period of the Immediately Preceding Financial Year

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

Yes.

1HFY2020	
Name of Dividend	Interim
Dividend Type	Cash
Dividend amount per share	0.40 Singapore cent
Payment Type	Tax Exempted (1-tier)

c. Date Payable

17 September 2021

d. Books Closure Date

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of BUMITAMA AGRI LTD. ("the Company") will be closed on 10 September 2021 for the preparation of dividend warrants.

Duly completed registrable transfers received by the Company's Share Registrar, B.A.C.S. Private Limited at 8 Robinson Road #03 - 00 ASO Building, Singapore 048544 up to 5.00 p.m. on 9 September 2021 will be registered to determine shareholders' entitlements to the said dividend. Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares at 5.00 p.m. on 9 September 2021 will be entitled to the proposed dividend.

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

The Group has the following interested person transactions ("IPT") for 1H2021:

Name of interested person	Nature of the relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the Listing Manual)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the Listing Manual during the financial year under review (excluding transactions less than S\$100,000)
		in IDR million	in IDR million
Mr Gunardi Hariyanto Lim ⁽¹⁾	Family relationship with the controlling shareholder of the Company	1,200	-
Goldwood Investments Ltd ⁽²⁾	Related company	1,066	-
IOI Corporation Berhad ⁽³⁾	Controlling shareholder of the Company	-	-
PT Lima Srikandi Jaya ⁽⁴⁾	Related company	3,300	-
TOTAL		5,566	-

Notes:

*For illustrative purpose the aggregate value of all interested person transactions, conducted under the Shareholders' Mandate during the financial year under review using the current period average rate

- (1) In respect of the aggregate rent paid by the Group to Mr. Gunardi Hariyanto Lim for office space in Indonesia pursuant to the lease agreement between Mr. Gunardi Hariyanto Lim and PT Bumitama Gunajaya Agro.
- (2) In respect of the aggregate rent paid by the Group to Goldwood Investments Ltd for office space in Singapore pursuant to the lease agreement between Goldwood Investments Ltd and the Company.
- (3) In respect of transactions conducted pursuant to the Shareholders' Mandate for transactions with IOI Corporation Berhad and its Associates (as described in the Prospectus).
- (4) In respect of the rental agreement of barge transactions involving PT Lima Srikandi Jaya which is one of the subsidiaries of Harita Group. Harita Group is owned by Lim family and also one of the Company's controlling shareholders.

6. **Undertaking Confirmation Statement from all its directors and executive officers under Rule 720(1)**

The Company has procured undertakings from all its directors and executive officer (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual.

7. Negative Assurance Confirmation Statement

We, Lim Gunawan Hariyanto (Executive Chairman and CEO) and Lee Lap Wah George (Lead Independent Director) of Bumitama Agri Ltd. (“the Company”), confirm that to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render these unaudited interim financial results for the first half year ended 30 June 2021 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors

Lim Gunawan Hariyanto
Executive Chairman and CEO
13 August 2021

Lee Lap Wah George
Lead Independent Director