

Petra Foods Limited
Unaudited Financial Statements and Dividend Announcement
For the 2nd Quarter and 1st Half Year Ended 30 June 2013

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HALF YEAR AND FULL YEAR RESULTS**

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1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group together with a comparative statement for the corresponding period of the immediately preceding financial year.

On 12 December 2012, the Company announced that it entered into a conditional sale and purchase agreement with Barry Callebaut AG and Barry Callebaut Belgium N.V (collectively, "Barry Callebaut") for the sale of the Cocoa Ingredients Division.

On 30 June 2013, the Company successfully completed the divestment of the Cocoa Ingredients Division.

Until the completion of the Divestment, the financial result of the Cocoa Ingredients Division in 1H 2013 was still consolidated as part of the Group's 1H 2013 results. The divested Cocoa Ingredients Division is presented as "Discontinued operations" in the Group's statement of comprehensive income in compliance with "FRS105 - Non-current Assets Held for Sale and Discontinued Operations".

On the Group's balance sheet as of 30 June 2013, the net estimated sales proceeds receivable from Barry Callebaut is classified as Other Receivable in "Other Current Assets".

In the Group's consolidated statement of cash flows, the operating cash flows of the Cocoa Ingredients Division have been aggregated with those of the continuing operations of the Branded Consumer, and are shown separately in the paragraph 1(c).

(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Notes	Group			Group		
		2Q ended 30 June			1H ended 30 June		
		2013	2012	%	2013	2012	%
		US\$'000	US\$'000		US\$'000	US\$'000	
Continuing operations^a							
Revenue	1	125,641	121,404	3.5	253,014	239,692	5.6
Cost of Sales		(84,283)	(84,719)	(0.5)	(170,287)	(166,909)	2.0
Gross Profit		41,358	36,685	12.7	82,727	72,783	13.7
Other operating income		283	508	(44.3)	527	746	(29.4)
Selling and distribution costs		(14,352)	(13,421)	6.9	(32,146)	(29,985)	7.2
Administrative expenses		(5,526)	(3,674)	50.4	(9,509)	(7,032)	35.2
Finance costs		(355)	(308)	15.3	(653)	(680)	(4.0)
Other operating expenses		(218)	(292)	(25.3)	(551)	(494)	11.5
		21,190	19,498	8.7	40,395	35,338	14.3
Share of results of associated companies and joint venture		(244)	51	NM	(133)	(9)	NM
Profit before tax		20,946	19,549	7.1	40,262	35,329	14.0
Income tax expense		(6,169)	(5,807)	6.2	(11,388)	(9,855)	15.6
Profit from continuing operations	3	14,777	13,742	7.5	28,874	25,474	13.3
Discontinued operations^a							
(Loss)/Profit from discontinued operations after income tax before exceptional items	2a	(89,386)	2,136	NM	(116,229)	6,738	NM
Exceptional items, net of tax	2b	79,384	-	NM	77,241	-	NM
(Loss)/Profit from discontinued operations		(10,002)	2,136	NM	(38,988)	6,738	NM
Total Profit/(Loss)		4,775	15,878	(69.9)	(10,114)	32,212	NM
Profit/(loss) attributable to:							
Equity holders of the Company							
- From continuing operations		14,755	13,742	7.4	28,845	25,480	13.2
- From discontinued operations		(10,002)	2,136	NM	(38,988)	6,738	NM
		4,753	15,878	(70.1)	(10,143)	32,218	NM
Non-controlling interest		22	-	NM	29	(6)	NM
		4,775	15,878	(69.9)	(10,114)	32,212	NM

a. "Continuing operations" refers to the Branded Consumer Division while the Cocoa Ingredients Division, as a result of the divestment, is classified as "Discontinued operations" (see Note 2).

	Group			Group		
	2Q ended 30 June			1H ended 30 June		
	2013	2012	%	2013	2012	%
	<u>US\$'000</u>	<u>US\$'000</u>		<u>US\$'000</u>	<u>US\$'000</u>	
EBITDA						
- From continuing operations	23,232	21,554	7.8	44,921	39,620	13.4
- From discontinued operations	(80,642)	12,293	NM	(104,028)	28,727	NM
	(57,410)	33,847	NM	(59,107)	68,347	NM
Earnings per share (US cents) - Basic and Diluted ^a	4					
- From continuing operations	2.41	2.25	7.4	4.72	4.17	13.2
- From discontinued operations	(1.64)	0.35	NM	(6.38)	1.10	NM
	0.77	2.60	(70.0)	(1.66)	5.27	NM
Return on Equity						
- Group				(6.4%)	8.3% ^c	(14.7 pt)
- Branded Consumer ^b				18.2%	17.5% ^c	0.7 pt

a. As there are no potentially dilutive ordinary shares, diluted Earnings per Share (EPS) is the same as basic Earnings per Share. EPS is calculated by dividing the net profit attributable to shareholders of the Company by the number of shares of 611,157,000.

b. Computed based on the Net Profit of Branded Consumer divided by average Group shareholders' equity

c. Relates to Full Year 2012 audited figures

Explanatory notes on income statement

Note 1 - Revenue of Branded Consumer

Information below relates to the markets in which the Group operates.

	2Q ended 30 June			1H ended 30 June		
	2013	2012	Change	2013	2012	Change
	<u>US\$'000</u>	<u>US\$'000</u>	<u>%</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>%</u>
Indonesia	91,398	91,343	0.1	185,652	180,823	2.7
Regional markets	34,243	30,060	13.9	67,362	58,868	14.4
	<u>125,641</u>	<u>121,403</u>	3.5	<u>253,014</u>	<u>239,691</u>	5.6

For 2Q and 1H 2013, certain trade related expenses were re-classified to net off against sales in order to conform with the presentation in FY2012 audited accounts. This does not have any impact on the consolidated financial statements.

Note 2 - Discontinued operations

On 12 December 2012, the Company announced that it entered into a conditional sale and purchase agreement with Barry Callebaut AG and Barry Callebaut Belgium N.V (collectively, "Barry Callebaut") for the sale of the Cocoa Ingredients Division.

On 30 June 2013, the Company successfully completed the divestment of its entire Cocoa Ingredients Division to Barry Callebaut.

The entire results of the divested Cocoa Ingredients Division for 2Q and 1H 2013 and the comparative period is presented separately in the statement of comprehensive income as "discontinued operations". A discontinued operation is a separate major line of the Group's business that meets the criteria for classification as held-for-sale.

Performance of Discontinued Operations

	2Q ended 30 June			1H ended 30 June		
	2013	2012	Change	2013	2012	Change
	<u>US\$'000</u>	<u>US\$'000</u>	<u>%</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>%</u>
Revenue	219,824	253,544	(13.3%)	444,551	535,780	(17.0)
Expenses	(300,300)	(245,702)	22.2%	(547,530)	(515,670)	6.2
Operating profit (Note a)	(80,476)	7,842	NM	(102,979)	20,110	NM
Finance costs	(7,267)	(6,877)	5.7%	(14,158)	(13,034)	8.6
(Loss)/profit before exceptional items and before tax	(87,743)	965	NM	(117,137)	7,076	NM
Exceptional items (Note b)	83,092	-	NM	80,949	-	NM
Profit/(loss) before income tax from discontinued operations	(4,651)	965	NM	(36,188)	7,076	NM
Income tax (Note c)	(5,351)	1,171	NM	(2,800)	(338)	NM
Total (loss)/profit	(10,002)	2,136	NM	(38,988)	6,738	NM

- (a) The divested Cocoa Ingredients Division incurred significant losses as a result of the significant headwinds faced by the global cocoa ingredients industry during the period under review. Included in the 2Q 2013 and 1H 2013 results were inventory write-off and write-downs to net realizable value totaling US\$64.0 million and US\$72.5 million respectively (net of tax).
- (b) The successful completion of the divestment of the Cocoa Ingredients Division on 30 June 2013 resulted in an exceptional gain of US\$79.4 million (net of tax) in 2Q 2013. For 1H 2013, the exceptional gain (net of tax) amounted to US\$77.2 million after accounting for the US\$2.2 million exceptional charge in 1Q 2013. After accounting for the exceptional charges totaling US\$13.3 million in 4Q 2012, the Group's cumulative exceptional gain on divestment of the Cocoa Ingredients Division is US\$63.9 million (net of tax).

As announced on 1 July 2013, total consideration received of US\$860 million is subject to final post-completion adjustments in accordance with the Share Purchase Agreement ("SPA"). Therefore, the final net gain on disposal can only be determined after the final post-completion adjustments under the SPA.

- (c) Included was an income tax provision of US\$3.7 million resulting from the pre-completion restructuring exercise and divestment of the Cocoa Ingredients Division.

Note 3 - Net Profit

Net Profit is derived after (deducting)/crediting the following:

	2Q ended 30 June			1H ended 30 June		
	2013	2012	Change	2013	2012	Change
	<u>US\$'000</u>	<u>US\$'000</u>	<u>%</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>%</u>
Depreciation of property, plant and equipment *	2,072	1,759	17.8	4,248	3,703	14.7
Amortization of intangible assets *	21	-	NM	42	-	NM
Net foreign exchange (loss)/gain	(1,045)	95	NM	(504)	1,189	NM
Group over/(under) provision of tax in prior years	9	(750)	NM	(13)	(496)	(97.4)
Gain on disposal of property, plant and equipment *	85	153	(44.4)	137	175	(21.7)
Impairment loss on trade receivables *	(21)	(28)	NM	(26)	(30)	(13.3)
Inventories written off *	(275)	(244)	12.7	(740)	(371)	99.5
Allowance made for inventory obsolescence *	(327)	(259)	26.3	(556)	(526)	5.7

* Relating to only the Branded Consumer Division

Note 4 - Earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial year.

	Branded Consumer		Cocoa Ingredients		Group	
	1H 2013	1H 2012	1H 2013	1H 2012	1H 2013	1H 2012
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Net profit attributable to equity holders of the Company (US\$'000)	28,845	25,480	(38,988)	6,738	(10,143)	32,218
Weighted average number of ordinary shares ('000)	611,157	611,157	611,157	611,157	611,157	611,157
Basic earnings per share (US cents)	4.72	4.17	(6.38)	1.10	(1.66)	5.27

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

	Notes	Group		Company	
		30-Jun-13	31-Dec-12	30-Jun-13	31-Dec-12
		US\$'000	US\$'000	US\$'000	US\$'000
ASSETS					
Current assets					
Cash and cash equivalents		15,735	33,040	3,823	5,978
Derivative assets		1,443	3,721	1,443	3,719
Trade receivables		75,546	67,515	20,147	260,231
Loans to subsidiaries		-	-	-	-
Inventories	1	60,360	61,393	201	96
Tax recoverable	2	2,588	9,577	-	-
Other current assets	3	708,897	13,058	735,373	131,542
		864,569	188,304	760,987	401,566
Disposal group classified as held-for-sale	5	-	941,355	-	139,401
		864,569	1,129,659	760,987	540,967
Non-current assets					
Investments in subsidiaries	6	-	-	44,591	44,591
Investments in associated companies and joint venture		3,278	3,678	3,000	3,140
Loans to subsidiaries		-	-	-	-
Loans to associated company and joint venture		2,942	3,059	332	336
Property, plant and equipment		75,540	78,360	1,938	2,040
Intangibles assets		4,767	4,884	4,615	1,784
Deferred income tax assets		-	-	236	-
Other non-current assets		112	130	-	-
		86,639	90,111	54,712	51,891
Total Assets		951,208	1,219,770	815,699	592,858
LIABILITIES					
Current liabilities					
Trade payables		34,945	34,126	34,374	17,894
Other payables	4	81,022	38,903	187,498	10,603
Current income tax liabilities		6,677	6,222	-	-
Derivative liabilities		6,667	8,023	6,653	8,023
Borrowings	7	500,015	424,844	381,606	302,728
		629,326	512,118	610,131	339,248
Liabilities directly associated with disposal group classified as held-for-sale	5	-	364,370	-	43,618
		629,326	876,488	610,131	382,866
Non-current liabilities					
Borrowings	7	830	2,100	425	522
Deferred income tax liabilities		6,200	4,054	3,000	469
Provisions for other liabilities and charges		9,844	8,978	-	-
		16,874	15,132	3,425	991
Total liabilities		646,200	891,620	613,556	383,857
NET ASSETS		305,008	328,150	202,143	209,001
Capital and reserves attributable to the Company's equity holders of the Company					
Share capital		155,951	155,951	155,951	155,951
Foreign currency translation reserve		(11,276)	(11,329)	-	-
Other reserves		1,890	3,595	-	3,172
Retained earnings		158,175	179,685	46,192	49,878
		304,740	327,902	202,143	209,001
Non controlling interest		268	248	-	-
Total equity		305,008	328,150	202,143	209,001

Explanatory notes on statement of Financial Position

Note 1 - Inventories

The Branded Consumer Division's inventories were lower by US\$1 million as a result of tighter inventory management and lower inventories carried after the discontinuation of some less profitable Agency Brands effected in 1Q 2013.

Note 2 - Tax Recoverable

In 1Q 2013, Indonesia' Director General of Taxation refunded US\$7.35 million to PT General Food Industries, a subsidiary of the Company.

Note 3 - Other Current Assets

On 30 June 2013, the Company successfully completed the divestment of the Cocoa Ingredients Division. The estimated sales proceeds at completion are US\$860 million. This comprised the consideration paid by Barry Callebaut for the operating assets and working capital associated with the Cocoa Ingredients business. Total consideration is subject to final post-completion adjustments in accordance with the SPA (see paragraph 2(a)(i) Note 2 (b)).

After adjusting for the estimated net debt (mainly borrowings) of US\$181 million assumed by Barry Callebaut on completion, the net sales proceeds of US\$678.9 million receivable from Barry Callebaut is classified as "Other Current Assets". On 1 July 2013, the Company received the amount in full.

Note 4 - Other Payables

Included are provisions and accruals of US\$40.2 million made for costs attributable to the divestment of the Cocoa Ingredients Division.

Note 5 - Disposal Group Held for sale

On 30 June 2013, the Group and Company disposed the following assets and liabilities pertaining to the Cocoa Ingredients Division to Barry Callebaut.

Carrying amount of assets disposed off:

	Group	Company
	30-Jun-13	30-Jun-13
	<u>US\$'000</u>	<u>US\$'000</u>
Investment in Subsidiaries (Note 6)	-	144,140
Property, plant and equipment	240,295	1,520
Intangibles	15,994	-
Deferred tax assets	27,774	-
Other non-current assets	543	-
Cash and cash equivalents	8,236	-
Derivative assets	1,095	-
Trade and other receivables	99,378	284,914
Inventories	403,860	-
Tax recoverable	170	-
Other current assets	24,621	3,898
	821,966	434,472

Note 5 - Disposal Group Held for sale (cont'd)

Carrying amount of liabilities disposed off

	Group	Company
	30-Jun-13	30-Jun-13
	<u>US\$'000</u>	<u>US\$'000</u>
Trade payables	72,949	65,030
Derivative liabilities	2	-
Deferred tax liabilities	1,868	-
Other payables	20,287	3,058
Provisions	411	-
Borrowings (Note 7)	180,020	-
Others (income tax)	291	-
	275,828	68,088

Note 6 - Investment in Subsidiaries

On 30 June 2013, the Company has divested the following Cocoa Ingredients subsidiaries:

- (a) Delfi Cocoa USA Inc;
- (b) Delfi Cocoa Investments 1 Pte Ltd;
- (c) Delfi Cocoa (Malaysia) Sdn Bhd;
- (d) Siam Cocoa Products Co., Ltd; and
- (e) Petra Europe Holdings Pte Ltd.

Note 7 - Borrowings

	Group		Company	
	30-Jun-13	31-Dec-12	30-Jun-13	31-Dec-12
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Bank overdraft	17,424	15,627	161	2
Bank borrowings	70,372	99,792	37,066	39,002
MTN	138,827	165,336	138,827	165,336
Finance lease liabilities	2,636	4,096	604	727
Trade finance and short term advances	451,606	340,035	205,373	98,183
	680,865	624,886	382,031	303,250
Borrowings transferred to Barry Callebaut/ reclassified as liabilities held for sale (a)	(180,020)	(197,942)	-	-
	500,845	426,944	382,031	303,250
Breakdown of borrowings:				
Current	500,015	622,786	381,606	302,728
Non current	830	2,100	425	522
	500,845	624,886	382,031	303,250

As disclosed in the 1Q 2013 announcement dated 15 May 2013, the Company's borrowings were higher mainly to fund the operating losses of the Cocoa Ingredients Division. As a result, for 1H 2013, the Company's borrowings were higher by US\$56 million.

At completion on 30 June 2013, Barry Callebaut assumed US\$180 million of borrowings pertaining to the Cocoa Ingredients Division. Further to this, the Company had utilized part of the net proceeds in the following manner:

- i) On 1 July 2013, bank borrowings totaling US\$330.0 million were repaid; and
- ii) On 5 August 2013, all its outstanding Medium Term Notes totaling US\$138.8 million were successfully redeemed.

As at the date of this report, all borrowings pertaining to the divested Cocoa Ingredients Division have been fully repaid. Of the US\$500.8 million borrowings at 30 June 2013, approximately US\$32 million will remain after the repayment of the debt facilities pertaining to the Cocoa Ingredients Division.

Note 8 - Key Ratios

	30-Jun-13	31-Dec-12
Group		
Current Ratio	1.37	1.29
Net Debt to Equity	1.69 *	1.79
Branded Consumer Division		
Average Inventory Days	65	67
Average Receivable Days	52	46

* On 1 July 2013, the Group's net debt to equity ratio is not applicable as the Group is in a net cash position post divestment.

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

	Group		Company	
	30-Jun-13	31-Dec-12	30-Jun-13	31-Dec-12
	US\$'000	US\$'000	US\$'000	US\$'000
Amount repayable in one year or less, or on demand				
- Secured	14,559	189,615	179	205
- Unsecured	485,456	433,171	381,427	302,523
	500,015	622,786	381,606	302,728
Amount repayable after one year				
- Secured	830	2,100	425	522
- Unsecured	-	-	-	-
	830	2,100	425	522

Details of collateral

Of the Group's total bank borrowings, US\$15.4 million are secured on trade receivables, inventories, property, plant and equipment and legal mortgages of land and properties.

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

	Notes	Half Year ended	
		30-Jun-13	30-Jun-12
		US\$'000	US\$'000
Cash flows from operating activities			
Total profit		(10,114)	32,212
Adjustments:			
Income tax expense		14,188	10,193
Depreciation and amortization		4,290	12,621
Property, plant and equipment written off		54	259
Gain on disposal of property, plant and equipment		(99)	(309)
Gain on disposal of Cocoa Ingredients Division (including exceptional charges)		(80,949)	-
Interest (income)		(408)	(137)
Interest expense		14,811	13,713
Fair value gains on derivatives		(10,489)	(57)
Share of loss from associated companies and joint venture		133	9
Operating cash flow before working capital changes		(68,583)	68,504
Change in working capital			
Inventories		166,667	(65,110)
Trade and other receivables		(31,456)	14,506
Trade and other payables		(97,482)	(34,188)
Cash used in operations		(30,854)	(16,288)
Interest received		408	137
Income tax paid		(6,809)	(10,046)
Net cash used in operating activities		(37,255)	(26,197)
Cash flows from investing activities			
Purchases of property, plant and equipment	1	(8,177)	(28,899)
Investment in joint venture		(55)	(140)
Payments for patents and trademarks		-	(18)
Disposal of Cocoa Ingredients Division, net of cash disposed of	2	(13,541)	-
Proceeds from disposals of property, plant and equipment		146	342
Net cash used in investing activities		(21,627)	(28,715)
Cash flows from financing activities			
Proceeds from term loans		1,208	54,327
Proceeds from trade finance and short term advances		111,572	6,652
Proceeds from issuance of Medium Term Notes		-	87,932
Repayments of term loans		(29,612)	(18,987)
Repayments of Medium Term Notes		(21,179)	(39,139)
Repayment of lease liabilities		(1,429)	(1,129)
Interest paid		(14,812)	(13,713)
Dividend paid to equity holders of company		(11,368)	(12,956)
Net cash provided by financing activities		34,380	62,987
Net (decrease)/increase in cash and cash equivalents		(24,502)	8,075
Cash and cash equivalents			
Beginning of financial year		23,118	3,947
Effects of currency translation on cash and cash equivalents		(305)	70
End of financial year		(1,689)	12,092

Notes

- 1 The purchases of property plant and equipment excludes additions that were financed by lease liabilities. In 1H 2013, there were no property, plant and equipment that were financed by lease liabilities (1H 2012: US\$1.8 million).
- 2 For the divestment of Cocoa Ingredients Division, the estimated sales proceeds were only received on 1 July 2013. Thus, the negative cash inflow of US\$13.5 million comprised the cash balances of the subsidiaries (see paragraph 1(b)(i) Note 5) that were transferred to Barry Callebaut on 30 June 2013 and transaction costs paid in cash.

For the purpose of presenting the consolidated statement of cash flows, the consolidated cash and cash equivalents comprise the following:

	Period ended	
	30-Jun-13	30-Jun-12
	<u>US\$'000</u>	<u>US\$'000</u>
Cash and bank balances	15,735	31,874
Less: Bank overdrafts	(17,424)	(19,782)
	<u>(1,689)</u>	<u>12,092</u>

In the consolidated statement of cash flows, the operating cash flows of the divested Cocoa Ingredients Division has been aggregated with those of the continuing operations of the Branded Consumer Division. The impact of the divested Cocoa Ingredients Division on the cash flows of the Group is as follows:

	30-Jun-13	30-Jun-12
	<u>US\$'000</u>	<u>US\$'000</u>
Operating cash outflows	(41,207)	(47,447)
Investing cash outflows	(3,551)	(23,107)
Financing cash inflows	48,945	79,757
Total cash inflows	<u>4,187</u>	<u>9,203</u>

Consolidated Statement of Comprehensive Income

	2Q ended 30 June		1H ended 30 June	
	2013	2012	2013	2012
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Profit for the period	<u>4,775</u>	<u>15,878</u>	<u>(10,114)</u>	<u>32,212</u>
Other comprehensive income:				
Cash flow hedges:				
- Fair value gain/(losses)	396	(5,267)	(9,458)	9,016
- Transfer to profit or loss	(47)	9,795	5,276	4,445
- Tax on fair value adjustments	(134)	(1,672)	521	(2,976)
- Divestment of Cocoa Ingredients business	6,073	-	6,073	-
	<u>6,288</u>	<u>2,856</u>	<u>2,412</u>	<u>10,485</u>
Currency translation differences arising from consolidation	(3,168)	(5,939)	(4,072)	(4,312)
Other comprehensive income/(expense) , net of tax	<u>3,120</u>	<u>(3,083)</u>	<u>(1,660)</u>	<u>6,173</u>
Total comprehensive income/(expense) for the period	<u>7,895</u>	<u>12,795</u>	<u>(11,774)</u>	<u>38,385</u>
Total comprehensive income/(expense) attributable to:				
Equity holders of the Company	7,878	12,798	(11,794)	38,382
Non-controlling interest	17	(2)	20	3
	<u>7,895</u>	<u>12,795</u>	<u>(11,774)</u>	<u>38,385</u>

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

Consolidated Statement of Changes in Equity for the Group

	Attributable to equity holders of the Company							Total equity US\$'000
	Share capital	Foreign currency translation reserve	Cash flow hedge reserve	General reserve	Retained earnings	Total	Non-controlling interest	
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	
The Group								
1Q 2013								
Balance at 1 January 2013	155,951	(11,329)	1,705	1,890	179,685	327,902	248	328,150
Total comprehensive income for the quarter	-	(900)	(3,876)	-	(14,896)	(19,672)	3	(19,669)
Balance at 31 March 2013	155,951	(12,229)	(2,171)	1,890	164,789	308,230	251	308,481
2Q 2013								
Balance at 1 April 2013	155,951	(12,229)	(2,171)	1,890	164,789	308,230	251	308,481
Total comprehensive income for the quarter	-	953	2,171	-	4,754	7,878	17	7,895
Final dividend relating to 2012	-	-	-	-	(11,368)	(11,368)	-	(11,368)
Balance at 30 June 2013	155,951	(11,276)	-	1,890	158,175	304,740	268	305,008
The Group								
1Q 2012								
Balance at 1 January 2012	155,951	(6,939)	(33,881)	1,664	179,787	296,582	341	296,923
Total comprehensive income for the quarter	-	1,616	7,629	-	16,339	25,584	5	25,589
Balance at 31 March 2012	155,951	(5,323)	(26,252)	1,664	196,126	322,166	346	322,512
2Q 2012								
At 1 April 2012	155,951	(5,323)	(26,252)	1,664	196,126	322,166	346	322,512
Total comprehensive income for the quarter	-	(5,937)	2,856	-	15,879	12,798	(2)	12,796
Final dividend relating to 2011	-	-	-	-	(12,956)	(12,956)	-	(12,956)
At 30 June 2012	155,951	(11,260)	(23,396)	1,664	199,049	322,008	344	322,352

Statement of Changes in Equity for the Company

	<u>Attributable to equity holders of the Company</u>			
	<u>Share capital</u>	<u>Cash flow hedge reserve</u>	<u>Retained earnings</u>	<u>Total equity</u>
	US\$'000	US\$'000	US\$'000	US\$'000
<u>The Company</u>				
<u>1Q 2013</u>				
Balance at 1 January 2013	155,951	3,172	49,878	209,001
Total comprehensive income for the period	-	(4,530)	(19,335)	(23,865)
Balance at 31 March 2013	<u>155,951</u>	<u>(1,358)</u>	<u>30,543</u>	<u>185,136</u>
<u>2Q 2013</u>				
Balance at 1 April 2013	155,951	(1,358)	30,543	185,136
Total comprehensive income for the quarter	-	1,358	27,017	28,375
Final dividend relating to 2012	-	-	(11,368)	(11,368)
Balance at 30 June 2013	<u>155,951</u>	<u>-</u>	<u>46,192</u>	<u>202,143</u>
<u>The Company</u>				
<u>1Q 2012</u>				
Balance at 1 January 2012	155,951	(17,274)	74,354	213,031
Total comprehensive income for the quarter	-	4,286	2,363	6,649
Balance at 31 March 2012	<u>155,951</u>	<u>(12,988)</u>	<u>76,717</u>	<u>219,680</u>
<u>2Q 2012</u>				
At 1 April 2012	155,951	(12,988)	76,717	219,680
Total comprehensive income for the quarter	-	(2,175)	10,597	8,422
Final dividend relating to 2011	-	-	(12,956)	(12,956)
At 30 June 2012	<u>155,951</u>	<u>(15,163)</u>	<u>74,358</u>	<u>215,146</u>

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

For 2Q and Half Year ended 30 June 2013, there was no change in the issued and paid up share capital of the Company.

There were no options granted or shares issued pursuant to the Petra Foods' Share Option Scheme and Share Incentive Plan.

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

The figures have not been audited or reviewed.

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

Not applicable.

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

The Company and the Group have applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with those for the audited financial statements for the year ended 31 December 2012, except for the adoption of accounting standards (including their consequential amendments) and interpretations applicable for financial period beginning 1 January 2013. The adoption of the following new/revised accounting standards and interpretations does not have any material impact on the financial statements of the Group and of the Company:

Amendments to FRS 110	Determination of control
Amendments to FRS 111	Joint operations and joint ventures
Amendments to FRS 112	Deferred Tax - Recovery of Underlying Assets
Amendments to FRS 113	Fair value measurements
Amendments to FRS 19	Employee Benefits

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

Please refer to paragraph 4.

6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	2Q ended 30 June		1H ended 30 June	
	2013	2012	2013	2012
(i) Based on weighted average number of ordinary shares in issue - (US cents)				
- From continuing operations	2.41	2.25	4.72	4.17
- From discontinued operations	(1.64)	0.35	(6.38)	1.10
Total	0.77	2.60	(1.66)	5.27
(ii) On a fully diluted basis - (US cents)				
- From continuing operations	2.41	2.25	4.72	4.17
- From discontinued operations	(1.64)	0.35	(6.38)	1.10
Total	0.77	2.60	(1.66)	5.27

Notes

1. Basic earnings per share is computed based on 611,157,000 shares.
2. There are no potentially dilutive ordinary shares as at 30 June 2013 and 30 June 2012 respectively.

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

- (a) current period reported on; and
- (b) immediately preceding financial year.

	Group		Company	
	30-Jun-13	31-Dec-12	30-Jun-13	31-Dec-12
Net asset value per ordinary share based on issued share capital - (US cents)	49.9	53.7	33.1	34.2

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

Key Figures for the Group (unaudited)

	2Q ended 30 June			1H ended 30 June		
	2013	2012	%	2013	2012	%
	US\$'000	US\$'000		US\$'000	US\$'000	
<u>Continuing Operations - Branded Consumer</u>						
Indonesia	91,350	91,344	0.1	185,604	180,794	2.7
Regional Markets	34,291	30,060	13.9	67,410	58,898	14.4
REVENUE	125,641	121,404	3.5	253,014	239,692	5.6
EBITDA	23,232	21,554	7.8	44,921	39,620	13.4
Profit before tax	20,946	19,549	7.1	40,262	35,329	14.0
Profit from continuing operations attributable to shareholders	14,755	13,742	7.4	28,845	25,480	13.2
<u>Discontinued Operations - Cocoa Ingredients</u>						
Net (Loss)/Profit from Cocoa Ingredients excluding exceptional items	(89,386)	2,136	NM	(116,229)	6,738	NM
Exceptional Items, net of tax	79,384	-	NM	77,241	-	NM
(Loss)/Profit from discontinued operations	(10,002)	2,136	NM	(38,988)	6,738	NM
Net (loss)/profit attributable to shareholders	4,753	15,878	(70.1)	(10,143)	32,218	NM
Key performance indicators						
	2Q ended 30 June			1H ended 30 June		
	2013	2012	%	2013	2012	%
Branded Consumer						
Gross profit margin	32.9%	30.2%	2.7% pt	32.7%	30.4%	2.3% pt

Review of the Group's 2Q 2013 and 1H 2013 Financial Performance

For Second Quarter ("2Q") and First Half ("1H") 2013, the performance of the Group's Branded Consumer business reflects the continued success of our brand-building investments and new product launches over the past few years, as well as our success in further strengthening our sales and distribution capabilities. Our Branded Consumer Division achieved net profit of US\$14.8 million for 2Q 2013 (representing Y-o-Y growth of 7.4%) and US\$28.8 million for 1H 2013 (representing Y-o-Y growth of 13.2%). Adjusted for the translational impact, in local currency terms, the growth achieved was higher at 13.1% for 2Q 2013 and 21.1% for 1H 2013.

Essentially, it was another record performance achieved with the key drivers being the strong Own Brands sales volume (especially in the Premium segment) and higher profit margins achieved despite the regional currency volatility (i.e. a weaker Indonesian Rupiah), higher cost inflation and absorption of higher corporate expenses.

Also during the period, the Group successfully completed the divestment of the Cocoa Ingredients business on 30 June 2103. Resulting from this, an exceptional gain of US\$77.2 million was realized for 1H 2013.

However as previously discussed in Paragraph 10 of the Group's "1Q 2013 Unaudited Financial Statement and Dividend Announcement", the continuing negative pressures affecting global cocoa ingredients suppliers deteriorated even further during 2Q and resulted in significant operating losses for the divested business which, until completion of the divestment, continue to be consolidated as part of the Group's results. From 1 July 2013, the results of the Group will no longer be impacted by the divested Cocoa Ingredients business except for any post completion adjustment in accordance with the SPA.

For 1H 2013, the results of the divested Cocoa Ingredients Division were impacted by the following:

1. Deterioration in the negative pressures affecting global cocoa ingredients suppliers resulting in the division incurring an operating loss for 1H 2013; and
2. US\$72.5 million inventories write-off and write-down, net of tax (as detailed in Note 2(a) in Page 5).

Hence, despite the strong performance of our Branded Consumer Division, these losses from the divested Cocoa Ingredients Division have resulted in the Group reporting an overall 1H 2013 Net Loss of US\$10.1 million. The divestment of the Cocoa Ingredient business was a strategic move which enable the Group to focus on its high-growth Branded Consumer business in the fast expanding regional markets.

Review of the Group's 2Q 2013 and 1H 2013 Financial Performance by Divisions

Branded Consumer Division

Key Financial Highlights

(In US\$ Million)	2Q 2013	2Q 2012	% chg Y-o-Y	% chg Y-o-Y in Constant Exch Rate	1H 2013	1H 2012	% chg Y-o-Y	% chg Y-o-Y in Constant Exch Rate
Indonesia	91.4	91.3	0.1%	4.7%	185.6	180.8	2.7%	8.5%
The Regional Markets	34.2	30.1	13.9%	12.4%	67.4	58.9	14.4%	12.5%
Branded Consumer Revenue	125.6	121.4	3.5%	6.6%	253.0	239.7	5.6%	9.5%
Gross Profit Margin (%)	32.9%	30.2%	+ 2.7% pt	+ 2.7% pt	32.7%	30.4%	+ 2.3% pt	+ 2.3% pt
EBITDA	23.2	21.6	+ 7.8%	13.8%	44.9	39.6	+ 13.4%	20.4%
Net Profit	14.8	13.7	+ 7.4%	13.6%	28.8	25.5	+ 13.2%	21.1%

Figures may not add due to rounding.

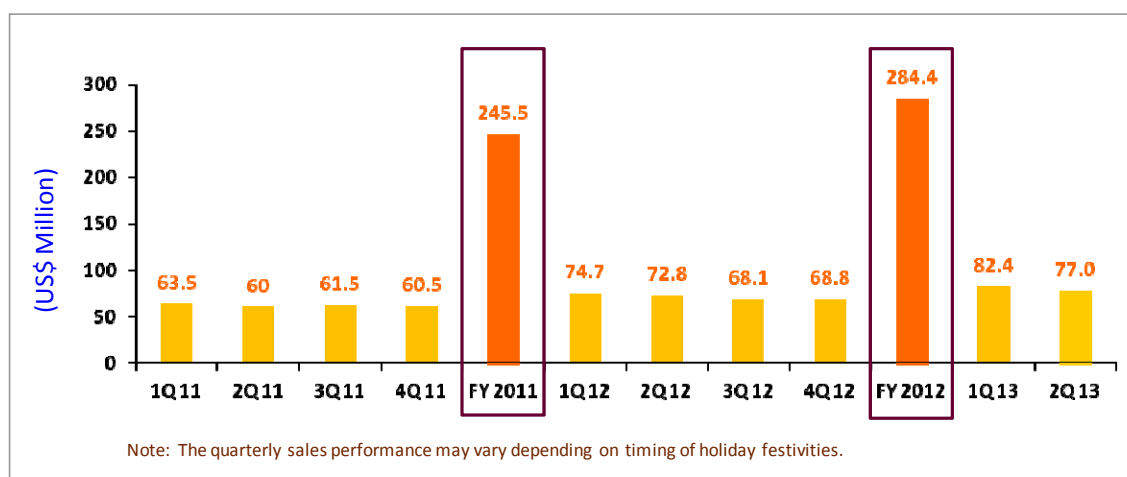
Note: * For comparative purposes only, this shows the effect of using the respective exchange rates of the regional currencies in 2Q and 1H 2012 in translating the Branded Consumer Division's 2Q and 1H 2013 results.

As presented in the table above, the performance achieved by our Branded Consumer business was driven by strong Own Brands sales (especially in the Premium segment) and higher profit margins achieved Y-o-Y, despite the volatile regional currencies and higher cost inflation. The solid top line growth achieved can be attributed to our significant investments in innovations, brand building initiatives and sales and distribution capabilities while margin enhancement can be attributed to our effective management of input costs.

To better illustrate the fundamental underlying revenue performance of the Branded Consumer Division, if the results were adjusted for the translational impact by using the 2Q 2012 and 1H 2012 exchange rates and if the results were adjusted to exclude Agency Brands that were discontinued in Indonesia in 1Q 2013, the underlying 1H 2013 revenue growth would have been as follows:

1. For the business in Indonesia, the revenue growth would have been 15.1%, instead of the reported 2.7%; and
2. For the Branded Consumer Division, the overall revenue growth would have been 14.4%, instead of the reported 5.6%.

Branded Consumer Division's Own Brands Sales Performance (Quarterly and Full Year)

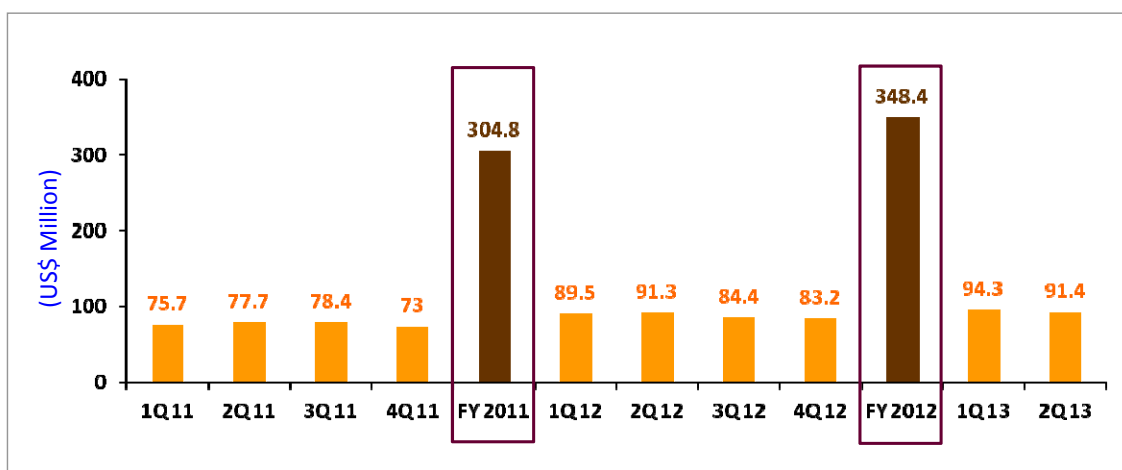


In local currency terms, Own Brands sales (forming 63.5% of total sales) grew 9.7% and 13.0% Y-o-Y in 2Q 2013 and 1H 2013 respectively. The growth momentum achieved was driven by the vibrant consumption in our regional markets together with our successful brand development programmes, strong gains from new products launched (29 new products in total) in the last 12 months and our expanded distribution coverage.

Performance by Markets

Indonesia

Indonesia's Revenue Performance (Quarterly and Full Year)



For our Branded Consumer business in Indonesia, the solid revenue growth generated (in local currency terms) was through our Own Brands products, especially in the Premium segment which achieved strong double digit revenue growth in 2Q 2013. This was a broad base volume growth across categories which reflected the increased market penetration and the success of our continually widening product portfolio.

The strong performance can be attributed to our successful brand development programmes, our innovation pipeline (especially in the Premium segment) and wider distribution coverage. For the

Agency Brands business, it is important to highlight that excluding the discontinued Agency Brands, the Agency Brands in our portfolio achieved strong double digit growth.

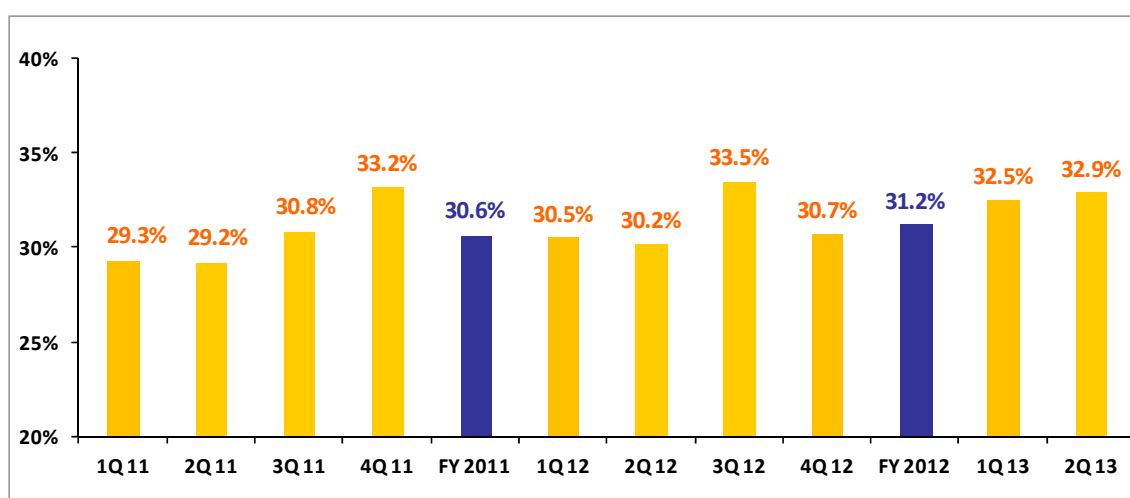
Markets of the Philippines, Malaysia and Singapore

The performance of our Own Brands portfolio in the Philippines was similarly impressive with strong double digit revenue growth achieved. This can be attributed to the aggressive new product launches supported by higher levels of investment in brand development programmes and the expansion of our distribution coverage.

In these regional markets, our Agency Brands distribution business achieved revenue growth of 16.1% Y-o-Y where we have now successfully developed the size of the distribution business.

Branded Consumer Division's Gross Profit Margin

Gross Profit Margin Trend (Quarterly and Full Year)



Note: It should be highlighted that quarterly margins achieved may vary depending on composition of sales mix, both within Own Brands and mix of Own Brands and Agency Brands.

For 2Q 2013, the Branded Consumer Division's Gross Profit Margin of 32.9% (higher Y-o-Y by 2.7% points) was driven mainly by the higher Own Brands margin achieved reflecting the higher sales volume achieved, the higher proportion of Premium products in the sales mix and the effective management of input costs. For Own Brands, our ongoing strategy to tackle higher input costs includes a combination of the following, i.e. price adjustment, launch of higher margined new products, product reformulation/right sizing and cost containment initiatives. In addition, the strategy of buying forward our main raw material requirements in a timely manner serves to lock-in favourable forward costs to a major extent thus providing greater cost visibility and margin stability.

The other contributing factor to the margin improvement was the higher margins achieved for some of the Agency Brands in the period under review and the positive impact resulting from the discontinuation of the less profitable Agency Brands.

Divested Cocoa Ingredients Division

Key Financial Highlights

	2Q 2013 (US\$ Million)	2Q 2012 (US\$ Million)	%change Year on Year	1H 2013 (US\$ Million)	1H 2012 (US\$ Million)	%change Year on Year
(Loss)/Profit after tax before exceptional item	(89.4)	2.1	NM	(116.2)	6.7	NM
Exceptional item (net of tax)	79.4	-	NM	77.2	-	NM
Net (loss)/profit	<u>(10.0)</u>	<u>2.1</u>	NM	<u>(39.0)</u>	<u>6.7</u>	NM

For the divested Cocoa Ingredients business, its financial performance in 1H 2013 was impacted by the following factors:

1. Further deterioration in the negative pressures affecting global cocoa ingredients suppliers which resulted in the division incurring an operating loss for 1H 2013. The significant industry headwinds, as noted in the announcements for the previous quarters and the "Profit Guidance" statement, can be attributed to margin compression, especially in the generic segment, as a result of an industry-wide excess capacity/supply situation at a time of weaker chocolate consumption globally; and
2. In addition to margin compression, the operating results were impacted by a US\$72.5 million inventories write-off and write-down, net of tax (as detailed in Note 2(a) in page 5); and

To reiterate, with the successful completion of the Divestment on 30 June 2013, the divested Cocoa Ingredients business will no longer impact the Group's result from 1 July 2013.

Update on the Divestment of the Cocoa Ingredients Division

The Divestment of the Cocoa Ingredients business to Barry Callebaut was successfully completed on 30 June 2013. As a result, the Company has recognized an exceptional gain of US\$77.2 million for 1H 2013. Including 4Q 2012's exceptional charge of US\$13.3 million, the estimated cumulative net gain to-date on disposal was US\$63.9 million.

The Net Proceeds after allowing for repayment of net borrowings pertaining to the Cocoa Ingredients Business that were not transferred with the Sales Assets and the Sale Shares is estimated at US\$164.5 million. As previously disclosed, the total consideration received is subject to final post-completion adjustments in accordance with the SPA. Therefore, the net gain and net proceeds can only be determined once the final post-completion adjustments under the SPA have been made. The Company will keep shareholders updated and further announcements will be made in due course.

Review of Financial Position and Cash Flow

To better illustrate the Group's stronger financial position post the divestment, we have presented a pro-forma balance sheet in the table below which takes into account:

- (i) The Sales Proceeds from the Divestment;
- (ii) Repayment of the cocoa related borrowings on 1 July 2013; and
- (iii) The redemption of all outstanding MTN's totaling US\$138.8 million on 5 August 2013 (see Paragraph (1)(b)(i) Note 7 on Page 9).

<u>Balance Sheet as at</u>	<u>Pro-forma</u> <u>30 June 2013⁽¹⁾</u>	<u>30-June-13</u>	<u>31-Dec-12</u>	<u>Pro-forma</u> <u>30 June vs 31-Dec</u>
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Cash and Cash Equivalent	225,805 ⁽¹⁾	15,735	33,040	192,765
Other current assets	29,991 ⁽¹⁾	708,897 ⁽¹⁾	13,058	16,933
Total Assets	951,208	951,208	1,219,770	(268,562)
Borrowings	32,009 ⁽¹⁾	500,845 ⁽¹⁾	624,886	(592,877)
Shareholders' Equity	304,740	304,740	327,902	(23,162)
<u>Group Ratio</u>				
Net Debt to Equity	-	1.69	1.79	

Notes

(1) See paragraph 1(b)(i) Note 3 and 7 in page 8 and 9.

Compared to end 2012, total assets were lower by US\$268.6 million mainly attributable to:

- (1) Lower working capital delivered on completion of divestment reflecting lower cocoa ingredient prices, inventories write-down and write-off (see Paragraph 1(a)(i) Note 2) and the 1H 2013 operating losses incurred by the divested Cocoa Ingredients Division; and
- (2) Translation effect of the strengthening US\$ on the translation of Branded Consumer's assets and liabilities which are mostly denominated in Rupiah.

Despite the strong 1H 2013 net profit performance achieved by Branded Consumer Division, the Group's lower shareholders' equity and higher borrowings (see paragraph 1(b)(i) Note 7) was due primarily to the operating losses incurred by Cocoa Ingredients Division. Following the divestment of the Cocoa Ingredients business on 30 June 2013, the Group's financial position will no longer be impacted by continuing negative pressures affecting global cocoa ingredients industry.

As shown in the pro-forma 30 June 2013 figures, the Group's financial position improved significantly with the sales proceeds from Divestment and repayment of its cocoa related borrowings and the outstanding MTNs. Pending deployment, the net sales proceeds are currently deposited with financial institutions.

With strong positive free cash flow generated by Branded Consumer business, the Group's financial position is expected to strengthen further in 2H 2013 - placing it in a strong position to seize growth opportunities in the fast growing regional consumer markets.

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

The Group's results for 2Q and Half Year 2013 are in line with the commentary made in Paragraph 10 of the Group's "1Q 2013 Unaudited Financial Statement and Dividend Announcement" in May 2013. It was highlighted that for the divested Cocoa Ingredients business, the continuing negative pressures affecting global cocoa ingredients suppliers will result in further significant operating losses in 2013. As noted, until 30 June 2013, the financial results of the Cocoa Ingredients Division will continue to be a part of the Group's 2013 results. Hence, despite the continued growth expected for our Branded Consumer Division, these losses from the divested Cocoa Ingredients Division will result in a net consolidated loss for the Group.

10. A commentary at the date of the announcement of the 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.

The strategic focus is to continue to drive growth and profitability in our key consumer markets, the South East Asian chocolate confectionery market, which is a fast growing region for chocolate confectionery sales. With the vibrant consumption environment in the regional markets in which our Branded Consumer Division operates supported by the robust economies and the fast growing middle income classes, we will continue to capitalize on this strong consumption trend. To continue driving our growth momentum over the long term, our strategy is to:

- a. Further grow our key markets to capitalize on the strong demand for our portfolio of chocolate confectionery products and the strong regional consumption growth;
- b. Further stimulate consumer demand by driving growth of our current portfolio of products (especially in the Premium segment); launching new products and expanding into new product categories;
- c. In tandem with our Brand Development initiatives, we will also be further broadening our distribution network to continue driving the growth of our business;
- d. Invest prudently in our manufacturing and distribution capabilities to capture the growth opportunities for our Branded Consumer business over the longer term; and
- e. Explore possible M&A and strategic alliances to enter into new markets and to build positions in attractive categories which will add value over the long term to our quality earnings.

Despite volatility in the regional currencies and input costs, we expect the performance of our Branded Consumer Division to remain strong, essentially a continuation of the growth momentum already generated in 1H 2013. We are, barring unforeseen circumstances, expecting another year of growth for our Branded Consumer Division in 2013.

Other than post completion adjustments in accordance with the SPA, there will be no further impact from the Cocoa Ingredients business.

11. Dividend

a. Current Financial Period Reported On

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

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per share (in Singapore cents)	2.98 cents per ordinary share (one-tier tax exempt)
Tax Rate	N.A.

An interim dividend of 2.36 US cents or 2.98 Singapore cents per share is declared based on 611,157,000 ordinary shares issued. This represents a Y-o-Y increase of 0.35 Singapore cents or 13%.

Together with the final dividend of 1.86 US cents or 2.29 Singapore cents paid on 21 May 2013, the total cash distributions received by shareholders this year will amount to 4.22 US cents or 5.27 Singapore cents per share in 2013.

b. Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the preceding financial period reported on? **Yes**

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per share (in Singapore cents)	2.63 cents per ordinary share (one-tier tax exempt)
Tax Rate	N.A.

c. Date payable

The interim dividend will be paid on 9 September 2013.

d. Books closure date

NOTICE IS HEREBY GIVEN that, the Transfer Books and the Register of Members of the Company will be closed at 5:00 p.m. on 26 August 2013 ("Books Closure Date") for the preparation of dividend warrants.

Duly completed registrable transfers received by the Company's Share Registrar, M&C Services Private Limited, 112 Robinson Road, #05-01, Singapore 068906 before 5:00 p.m. on the Books Closure Date will be registered to determine shareholder's entitlements to the interim dividend. In respect of ordinary shares in securities accounts with The Central Depository (Pte) Limited ("CDP"), the interim dividend will be paid by the Company to CDP which will, in turn, distribute the interim dividend entitlements to the CDP account holders in accordance with its normal practice.

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

Not applicable.

13. **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.**

The Company has obtained a general mandate (“Shareholders’ Mandate”) from its shareholders for the Group’s IPTs with the following interested persons. The Shareholders’ mandate was approved at the Annual General Meeting (“AGM”) of the Company held on 30 April 2013 and will be effective until the next AGM. The aggregate value of transactions conducted pursuant to the general mandate is as follows:

	¹ Aggregate value of all transactions conducted under a shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual	
	2Q 2013	1H 2013
	<u>US\$'000</u>	<u>US\$'000</u>
PT Freyabadi Indotama		
- Sales of goods	3,263	7,123
- Purchase of products	8,346	10,447
	11,609	17,570
PT Tri Keeson Utama		
- Sales of goods	4,276	10,473
PT Fajar Mataram Sedayu		
- Sales of goods	226	481
- Purchase of goods	242	274
	468	755
PT Sederhana Djaja		
- Lease of properties	10	20
	16,363	28,818

14. **Negative confirmation pursuant to Rule 705(5)**

On behalf of the Board, we, directors of the Company, Mr Chuang Tiong Choon and Mr Chuang Tiong Kie, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial results of the Group for the 2nd Quarter and Half Year ended 30 June 2013 to be false or misleading.

15. Segmental revenue and results

	Cocoa Ingredients (Discontinued operations)	Branded Consumer
	<u>US\$'000</u>	<u>US\$'000</u>
Period ended 30 June 2013		
Sales:		
- Total segment sales	463,775	253,014
- Inter-segment sales	<u>(19,224)</u>	<u>-</u>
Sales to external parties	<u>444,551</u>	<u>253,014</u>
 EBITDA	 (104,028)	 44,921
 Finance costs	 (14,158)	 (653)
Share of loss of associated companies	-	(133)
Income tax expense	(2,800)	(11,388)
 Assets and liabilities		
Segment assets	686,815	258,527
Segment liabilities	43,729	88,749
 Other segment information		
Depreciation, amortisation and impairment	-	4,290
Capital expenditure	3,551	4,626
 Sales of Branded Consumer is analysed as:		
- Own Brands		159,387
- Agency Brands		<u>93,627</u>
Total		<u>253,014</u>

Segmental revenue and results (cont'd)

	Cocoa Ingredients	Branded Consumer	Total
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Period ended 30 June 2012			
Sales:			
- Total segment sales	554,688	239,692	794,380
- Inter-segment sales	(18,908)	-	(18,908)
Sales to external parties	<u>535,780</u>	<u>239,692</u>	<u>775,472</u>
 EBITDA	 28,727	 39,618	 68,345
 Finance costs			 (13,714)
Share of profit of associated companies			(9)
Income tax expense			(10,193)
Assets and liabilities			
Segment assets	876,469	213,046	1,089,515
Segment liabilities	118,522	65,393	183,915
Other segment information			
Depreciation and amortisation	8,918	3,703	12,621
Capital expenditure	23,200	7,506	30,706
 Sales of Branded Consumer is analysed as:			
- Own Brand		147,505	
- Agency Brands		<u>92,187</u>	
Total		<u>239,692</u>	

(a) Reconciliation

(i) Segment assets are reconciled to total assets as follows:

	The Group	
	30 June 2013	30 June 2012
	<u>US\$'000</u>	<u>US\$'000</u>
Segment assets for reportable segment	258,527	1,089,515
Unallocated:		
Assets associated with divestment of Cocoa Ingredients Division	686,815	-
Associated companies and joint venture	3,278	3,336
Deferred income tax assets	-	22,853
Tax recoverable	2,588	10,323
	<u>951,208</u>	<u>1,126,027</u>

(ii) Segment liabilities are reconciled to total liabilities as follows:

	The Group	
	30 June 2013	30 June 2012
	<u>US\$'000</u>	<u>US\$'000</u>
Segment liabilities for reportable segment	88,749	183,915
Unallocated:		
Liabilities associated with disposal group	43,729	-
Current income tax liabilities	6,677	6,053
Deferred income tax liabilities	6,200	4,572
Borrowings	500,845	609,135
	646,200	803,675

Geographical segments

For period ended 30 June	Revenue		Capital Expenditure	
	2013	2012	2013	2012
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Indonesia	185,604	180,794	4,261	7,361
Singapore	19,963	16,282	93	1
Philippines	34,353	28,675	160	121
Malaysia	10,736	11,392	112	23
Other countries in Asia	2,358	2,549	-	-
	253,014	239,692	4,626	7,506

BY ORDER OF THE BOARD
Lian Kim Seng/Evelyn Chuang
Secretaries

14 August 2013