

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**FINANCIAL HIGHLIGHTS**

	<b>1Q2018 US\$'000</b>	<b>1Q2017 US\$'000 Restated*</b>	<b>Change</b>
<b>Revenue</b>	<b>11,169,189</b>	<b>10,569,989</b>	<b>5.7%</b>
<b>Net Profit</b>	<b>203,281</b>	<b>341,984</b>	<b>-40.6%</b>
<b>Core Net Profit</b>	<b>183,496</b>	<b>292,981</b>	<b>-37.4%</b>
<b>EBITDA</b>	<b>558,778</b>	<b>686,240</b>	<b>-18.6%</b>
<b>EPS - Basic (US cents per share)</b>	<b>3.2</b>	<b>5.4</b>	<b>-40.7%</b>
<b>EPS - Fully diluted (US cents per share)</b>	<b>3.2</b>	<b>5.4</b>	<b>-40.7%</b>
	<b>31.03.2018</b>	<b>31.12.2017</b>	<b>Change</b>
<b>Net Tangible Asset (US\$'000)</b>	<b>12,104,539</b>	<b>11,578,682</b>	<b>4.5%</b>
<b>Net Asset per share (US\$ per share)</b>	<b>2.61</b>	<b>2.52</b>	<b>3.6%</b>
<b>Net Tangible Asset per share (US\$ per share)</b>	<b>1.91</b>	<b>1.83</b>	<b>4.4%</b>

*\*Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence*

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**1(a)(i) Consolidated Income Statement**

	Group		
	Three months ended		
	31.03.2018 US\$'000	31.03.2017 US\$'000 Restated*	Change
<b>Revenue</b>	11,169,189	10,569,989	5.7%
Cost of sales	(10,210,618)	(9,590,474)	-6.5%
<b>Gross profit</b>	<b>958,571</b>	<b>979,515</b>	<b>-2.1%</b>
<b>Other items of income</b>			
Finance income	103,236	52,497	96.7%
Other operating income	50,029	53,239	-6.0%
<b>Other items of expense</b>			
Selling and distribution expenses	(515,949)	(444,606)	-16.0%
Administrative expenses	(185,241)	(170,708)	-8.5%
Other operating expenses	(9,379)	(11,976)	21.7%
Finance costs	(155,072)	(114,592)	-35.3%
Non-operating items	21,603	53,309	-59.5%
Share of results of joint ventures	6,586	6,032	9.2%
Share of results of associates	34,871	35,918	-2.9%
<b>Profit before tax</b>	<b>309,255</b>	<b>438,628</b>	<b>-29.5%</b>
Income tax expense	(73,511)	(77,136)	4.7%
<b>Profit after tax</b>	<b>235,744</b>	<b>361,492</b>	<b>-34.8%</b>

**Attributable to:**

Owners of the Company	203,281	341,984	-40.6%
Non-controlling interests	32,463	19,508	66.4%
	235,744	361,492	-34.8%

\*Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**1(a)(ii) Consolidated Statement of Comprehensive Income**

	<b>Group</b>		
	<b>Three months ended</b>		
	<b>31.03.2018 US\$'000</b>	<b>31.03.2017 US\$'000 Restated*</b>	<b>Inc/(Dec) US\$'000</b>
<b>Profit after tax</b>	235,744	361,492	(125,748)
<b>Other comprehensive income</b>			
<b>- Items that will not be reclassified subsequently to income statement</b>			
Fair value adjustment on available-for-sale financial assets	(35,862)	3,635	(39,497)
Gain on disposal of available-for-sale financial assets	4,668	-	4,668
	(31,194)	3,635	(34,829)
<b>- Items that may be reclassified subsequently to income statement</b>			
Foreign currency translation	325,172	97,566	227,606
Fair value adjustment on cash flow hedges	(17,842)	132,334	(150,176)
Fair value adjustment on forward elements of forward contracts	(11,319)	21,442	(32,761)
	296,011	251,342	44,669
Total other comprehensive income, net of tax	264,817	254,977	9,840
<b>Total comprehensive income</b>	<b>500,561</b>	<b>616,469</b>	<b>(115,908)</b>

**Attributable to:**

Owners of the Company	449,815	591,185	(141,370)
Non-controlling interests	50,746	25,284	25,462
	500,561	616,469	(115,908)

\*Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**1(b)(i) Balance Sheets**

	Group			Company	
	31.03.2018 US\$'000	31.12.2017 US\$'000 Restated*	01.01.2017 US\$'000 Restated*	31.03.2018 US\$'000	31.12.2017 US\$'000
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment	8,911,779	8,755,926	8,297,098	3,134	3,263
Bearer plants	720,392	722,197	726,725	-	-
Intangible assets	4,382,645	4,384,910	4,365,736	-	-
Investment in subsidiaries	-	-	-	9,085,536	9,084,592
Investment in joint ventures	1,017,299	1,151,946	1,051,425	209,636	209,636
Investment in associates	2,783,170	2,275,850	1,851,985	36,644	36,644
Available-for-sale financial assets	594,369	568,078	700,705	-	-
Deferred tax assets	407,341	321,463	312,403	-	-
Derivative financial instruments	6,094	5,651	32,633	-	-
Other financial receivables	176,567	112,047	205,832	417,595	410,271
Other non-financial assets	55,889	55,108	52,262	-	-
	<b>19,055,545</b>	<b>18,353,176</b>	<b>17,596,804</b>	<b>9,752,545</b>	<b>9,744,406</b>
<b>Current assets</b>					
Inventories	7,222,720	8,223,606	7,022,310	-	-
Trade receivables	3,957,526	4,101,058	4,087,069	-	-
Other financial receivables	7,358,459	5,354,750	2,354,502	4,349,439	3,965,710
Other non-financial assets	1,308,723	1,153,055	1,201,458	6,559	1,457
Derivative financial instruments	421,501	368,166	546,885	-	-
Financial assets held for trading	386,898	421,328	316,632	-	-
Other bank deposits	1,840,733	1,502,726	2,721,885	-	-
Cash and bank balances	1,931,928	1,454,708	1,184,881	20,398	3,037
	<b>24,428,488</b>	<b>22,579,397</b>	<b>19,435,622</b>	<b>4,376,396</b>	<b>3,970,204</b>
<b>TOTAL ASSETS</b>	<b>43,484,033</b>	<b>40,932,573</b>	<b>37,032,426</b>	<b>14,128,941</b>	<b>13,714,610</b>

\*Prior year figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**1(b)(i) Balance Sheets (continued)**

	Group			Company	
	31.03.2018 US\$'000	31.12.2017 US\$'000 Restated*	01.01.2017 US\$'000 Restated*	31.03.2018 US\$'000	31.12.2017 US\$'000
<b>EQUITY AND LIABILITIES</b>					
<b>Current liabilities</b>					
Trade payables	1,203,320	1,094,846	1,500,254	-	-
Other financial payables	1,423,525	1,397,906	1,348,963	3,298,514	2,896,464
Other non-financial liabilities	305,495	400,616	571,077	-	-
Derivative financial instruments	821,047	503,797	495,322	-	-
Loans and borrowings	18,163,218	16,130,316	12,689,019	-	-
Tax payables	261,126	159,648	118,511	-	-
	<b>22,177,731</b>	<b>19,687,129</b>	<b>16,723,146</b>	<b>3,298,514</b>	<b>2,896,464</b>
<b>NET CURRENT ASSETS</b>	<b>2,250,757</b>	<b>2,892,268</b>	<b>2,712,476</b>	<b>1,077,882</b>	<b>1,073,740</b>
<b>Non-current liabilities</b>					
Other financial payables	47,499	69,220	51,314	-	-
Other non-financial liabilities	153,768	156,990	118,185	-	-
Derivative financial instruments	19,698	25,199	107,133	-	-
Loans and borrowings	3,223,979	3,696,224	4,331,240	333,373	323,000
Deferred tax liabilities	295,341	312,712	322,443	-	-
	<b>3,740,285</b>	<b>4,260,345</b>	<b>4,930,315</b>	<b>333,373</b>	<b>323,000</b>
<b>TOTAL LIABILITIES</b>	<b>25,918,016</b>	<b>23,947,474</b>	<b>21,653,461</b>	<b>3,631,887</b>	<b>3,219,464</b>
<b>NET ASSETS</b>	<b>17,566,017</b>	<b>16,985,099</b>	<b>15,378,965</b>	<b>10,497,054</b>	<b>10,495,146</b>
<b>Equity attributable to owners of the Company</b>					
Share capital	8,458,995	8,458,995	8,458,995	8,895,134	8,895,134
Treasury shares	(154,730)	(156,209)	(175,312)	(154,730)	(156,209)
Retained earnings	8,884,342	8,673,275	7,832,213	1,541,079	1,544,230
Other reserves	(701,423)	(1,012,469)	(1,681,362)	215,571	211,991
	16,487,184	15,963,592	14,434,534	10,497,054	10,495,146
Non-controlling interests	1,078,833	1,021,507	944,431	-	-
<b>TOTAL EQUITY</b>	<b>17,566,017</b>	<b>16,985,099</b>	<b>15,378,965</b>	<b>10,497,054</b>	<b>10,495,146</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>43,484,033</b>	<b>40,932,573</b>	<b>37,032,426</b>	<b>14,128,941</b>	<b>13,714,610</b>

\*Prior year figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

**Unaudited Financial Statements for the First Quarter ended 31 March 2018****1(b)(ii) Group's Borrowings and Debt Securities**

	<b>Group</b>		<b>Group</b>	
	<b>31.03.2018</b>		<b>31.12.2017</b>	
	<b>Secured US\$'000</b>	<b>Unsecured US\$'000</b>	<b>Secured US\$'000</b>	<b>Unsecured US\$'000</b>
<b>(a) Amount repayable in one year or less, or on demand</b>	1,644,835	16,518,383	1,425,824	14,704,492
<b>(b) Amount repayable after one year</b>	16,837	3,207,142	19,562	3,676,662
	1,661,672	19,725,525	1,445,386	18,381,154

**Details of any collateral**

A portion of the bank term loans and short term working capital loans is secured by a pledge over property, plant and equipment, bearer plants, fixed deposits and other deposits with financial institutions, trade receivables and corporate guarantees from the Company and certain subsidiaries.

The Group's bank loans and other bank deposits amounting to approximately US\$2,032,334,000 are disclosed off balance sheet as at 31 March 2018 as the Group has transferred substantially all the risks and rewards of the cash flows arising from the deposits and have also legally been released from the responsibility for the loans.

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**1(c) Consolidated Cash Flow Statement**

	<b>Group</b>	
	<b>Three months ended</b>	
	<b>31.03.2018 US\$'000</b>	<b>31.03.2017 US\$'000 Restated*</b>
<b>Cash flows from operating activities</b>		
Profit before tax	309,255	438,628
<b>Adjustments for:</b>		
Depreciation of bearer plants	13,483	12,587
Depreciation of property, plant and equipment	177,116	165,996
Gain on disposal/dilution of interest in associates	(1,732)	(2,864)
Fair value loss arising from changes of interest in a joint venture resulting in change of control	231	-
Amortisation of intangible assets	334	296
Loss on disposal of property, plant and equipment	344	719
Gain on disposal of biological assets	(1)	-
Gain on disposal/liquidation of subsidiaries	(189)	(50)
Gain on disposal of financial assets held for trading	(4,999)	(166)
Grant of share options to employees	3,572	2,020
Net fair value loss/(gain) on derivative financial instruments	188,246	(80,083)
Net fair value loss/(gain) on financial assets held for trading	23,411	(51,906)
Foreign exchange differences arising from translation	112,991	(39,448)
Interest expense	161,826	121,230
Interest income	(103,236)	(52,497)
Share of results of joint ventures	(6,586)	(6,032)
Share of results of associates	(34,871)	(35,918)
Operating cash flows before working capital changes	839,195	472,512
Changes in working capital:		
Decrease in inventories	1,033,801	28,784
Decrease in receivables and other assets	71,234	240,061
Increase/(decrease) in payables	60,296	(635,697)
Cash flows generated from operations	2,004,526	105,660
Interest paid	(173,919)	(95,078)
Interest received	86,546	44,764
Income taxes paid	(85,788)	(77,685)
<b>Net cash flows generated from/(used in) operating activities</b>	<b>1,831,365</b>	<b>(22,339)</b>

\*Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**1(c) Consolidated Cash Flow Statement (continued)**

	<b>Group</b>	
	<b>Three months ended</b>	
	<b>31.03.2018 US\$'000</b>	<b>31.03.2017 US\$'000 Restated*</b>
<b>Cash flows from investing activities</b>		
Net cash flow on acquisition of subsidiaries	(142,709)	-
Decrease/(increase) in plasma investments	1,219	(648)
Decrease in financial assets held for trading	11,242	5,005
Payments for property, plant and equipment	(276,104)	(163,845)
Payments for bearer plants	(13,134)	(10,718)
Decrease/(increase) in available-for-sale financial assets	16,287	(8,898)
Payments for investment in joint ventures	(25)	(1,750)
Increase in investment in associates	(147,851)	(8,500)
Dividends received from joint ventures	20,033	5,250
Dividends received from associates	5,925	12,027
Proceeds from disposal of property, plant and equipment	25,781	5,970
Proceeds from disposal/dilution of interest in associates	15,112	7,076
Net cash flow from disposal of subsidiaries	2,888	-
<b>Net cash flows used in investing activities</b>	<b>(481,336)</b>	<b>(159,031)</b>
<b>Cash flows from financing activities</b>		
Decrease/(Increase) in net amount due from related parties	276	(1,548)
Decrease in net amount due from joint ventures	78,074	4,134
(Increase)/decrease in net amount due from associates	(10,209)	10,689
Decrease in advances from non-controlling shareholders	(7,647)	(15,570)
Proceeds from loans and borrowings	789,568	813,564
Decrease/(increase) in fixed deposits pledged with financial institutions for bank facilities	541,205	(244,914)
Increase in other financial receivables	(2,160,187)	(43,655)
(Increase)/decrease in other deposits with maturity more than 3 months	(99,420)	436,290
Interest paid	(7,899)	(7,563)
Dividends paid to non-controlling shareholders by subsidiaries	(5,423)	(10,189)
Proceeds from reissuance of treasury shares by the Company	1,487	10,537
Proceeds from issue of shares by subsidiaries to non-controlling shareholders	12,003	1,050
<b>Net cash flows (used in)/generated from financing activities</b>	<b>(868,172)</b>	<b>952,825</b>
Net increase in cash and cash equivalents	481,857	771,455
Cash and cash equivalents at the beginning of the financial period	1,435,225	1,067,724
<b>Cash and cash equivalents at the end of the financial period</b>	<b>1,917,082</b>	<b>1,839,179</b>
Represented by:		
Total cash and bank balances	3,772,661	4,078,972
Less: Fixed deposits pledged with financial institutions for bank facilities	(1,047,726)	(980,020)
Less: Other deposits with maturity more than 3 months	(793,007)	(1,163,366)
Bank overdrafts	(14,846)	(96,407)
<b>Total cash and cash equivalents</b>	<b>1,917,082</b>	<b>1,839,179</b>

\*Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence



**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**1(d)(i) Statements of Changes in Equity**

	Attributable to owners of the Company					Non-controlling interests	Equity total
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total		
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>For the period</b>							
<b>From 01.01.2018 to 31.03.2018</b>							
<b>Group</b>							
Opening balance at 1 January 2018, as previously reported	8,458,995	(156,209)	10,125,379	(2,464,573)	15,963,592	1,021,507	16,985,099
Adjustments for adoption of the Amendments to SFRS(I) 9 and IFRS Convergence	-	-	(1,445,117)	1,513,835	68,718	-	68,718
Opening balance at 1 January 2018, as restated	8,458,995	(156,209)	8,680,262	(950,738)	16,032,310	1,021,507	17,053,817
Profit for the period	-	-	203,281	-	203,281	32,463	235,744
Other comprehensive income	-	-	4,668	241,866	246,534	18,283	264,817
<b>Total comprehensive income</b>	-	-	207,949	241,866	449,815	50,746	500,561
Grant of equity-settled share options	-	-	-	3,572	3,572	-	3,572
Share capital contributed by non-controlling shareholders	-	-	-	-	-	12,003	12,003
Reissuance of treasury shares pursuant to exercise of share options	-	1,479	-	8	1,487	-	1,487
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(5,423)	(5,423)
Net transfer to other reserves	-	-	(3,869)	3,869	-	-	-
<b>Total contributions by and distributions to owners</b>	-	1,479	(3,869)	7,449	5,059	6,580	11,639
<b>Closing balance at 31 March 2018</b>	<b>8,458,995</b>	<b>(154,730)</b>	<b>8,884,342</b>	<b>(701,423)</b>	<b>16,487,184</b>	<b>1,078,833</b>	<b>17,566,017</b>

\*The opening balances were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**1(d)(i) Statements of Changes in Equity (continued)**

	Attributable to owners of the Company					Non-controlling interests	Equity total
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total		
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>For the period</b>							
<b>From 01.01.2017 to 31.03.2017</b>							
<b>Group</b>							
Opening balance at 1 January 2017, as previously reported	8,458,995	(175,312)	9,260,680	(3,109,829)	14,434,534	944,431	15,378,965
Adjustments for adoption of the Amendments to SFRS(I) 9 and IFRS Convergence	-	-	(1,428,467)	1,428,467	-	-	-
Opening balance at 1 January 2017, as restated	8,458,995	(175,312)	7,832,213	(1,681,362)	14,434,534	944,431	15,378,965
Profit for the period	-	-	341,984	-	341,984	19,508	361,492
Other comprehensive income	-	-	-	249,201	249,201	5,776	254,977
<b>Total comprehensive income</b>	-	-	341,984	249,201	591,185	25,284	616,469
Grant of equity-settled share options	-	-	-	2,020	2,020	-	2,020
Share capital contributed by non-controlling shareholders	-	-	-	-	-	1,050	1,050
Reissuance of treasury shares pursuant to exercise of share options	-	8,965	-	1,572	10,537	-	10,537
Dividends paid to non-controlling shareholders by subsidiaries	-	-	-	-	-	(10,189)	(10,189)
Net transfer to other reserves	-	-	(3,923)	3,923	-	-	-
<b>Total contributions by and distributions to owners</b>	-	8,965	(3,923)	7,515	12,557	(9,139)	3,418
<b>Closing balance at 31 March 2017</b>	<b>8,458,995</b>	<b>(166,347)</b>	<b>8,170,274</b>	<b>(1,424,646)</b>	<b>15,038,276</b>	<b>960,576</b>	<b>15,998,852</b>

\*Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**1(d)(i) Statements of Changes in Equity (continued)**

	Attributable to owners of the Company				
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>For the period</b>					
<b>From 01.01.2018 to 31.03.2018</b>					
<b>Company</b>					
Opening balance at 1 January 2018	8,895,134	(156,209)	1,544,230	211,991	10,495,146
Loss for the period	-	-	(3,151)	-	(3,151)
<b>Total comprehensive income</b>	-	-	(3,151)	-	(3,151)
Grant of equity-settled share options	-	-	-	3,572	3,572
Reissuance of treasury shares pursuant to exercise of share options	-	1,479	-	8	1,487
<b>Total transactions with owners in their capacity as owners</b>	-	1,479	-	3,580	5,059
<b>Closing balance at 31 March 2018</b>	<b>8,895,134</b>	<b>(154,730)</b>	<b>1,541,079</b>	<b>215,571</b>	<b>10,497,054</b>

	Attributable to owners of the Company				
	Share capital	Treasury shares	Retained earnings	Other reserves	Equity attributable to owners of the Company, total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>For the period</b>					
<b>From 01.01.2017 to 31.03.2017</b>					
<b>Company</b>					
Opening balance at 1 January 2017	8,895,134	(175,312)	1,735,452	200,309	10,655,583
Profit for the period	-	-	4,094	-	4,094
<b>Total comprehensive income</b>	-	-	4,094	-	4,094
Grant of equity-settled share options	-	-	-	2,020	2,020
Reissuance of treasury shares pursuant to exercise of share options	-	8,965	-	1,572	10,537
<b>Total transactions with owners in their capacity as owners</b>	-	8,965	-	3,592	12,557
<b>Closing balance at 31 March 2017</b>	<b>8,895,134</b>	<b>(166,347)</b>	<b>1,739,546</b>	<b>203,901</b>	<b>10,672,234</b>

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**1(d)(ii) Share Capital**

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.

	Number of shares	
	31.03.2018	31.03.2017
<b>Issued and fully paid ordinary shares</b>		
Balance at the beginning of the financial period	6,403,401,106	6,403,401,106
<b>Balance at the end of the financial period</b>	<b>6,403,401,106</b>	<b>6,403,401,106</b>
<b>Treasury shares</b>		
Balance at the beginning of the financial period	(77,714,000)	(86,561,600)
Reissuance of treasury shares pursuant to exercise of share options	646,550	4,214,500
<b>Balance at the end of the financial period</b>	<b>(77,067,450)</b>	<b>(82,347,100)</b>
<b>Issued ordinary shares excluding treasury shares</b>	<b>6,326,333,656</b>	<b>6,321,054,006</b>
The number of shares that may be issued on exercise of share options outstanding at the end of the financial period	144,627,850	111,865,500

**1(d)(iii) The total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding financial year.**

The Company's total number of issued shares as at 31 March 2018 and 31 December 2017 were 6,403,401,106, of which 77,067,450 shares and 77,714,000 shares were held by the Company as treasury shares as at 31 March 2018 and 31 December 2017 respectively.

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Please refer to item 1(d)(ii) above.

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

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

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

Not applicable.

**Unaudited Financial Statements for the First Quarter ended 31 March 2018****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 Group has applied the same accounting policies and methods of computation in the preparation of the consolidated financial statements for the current reporting period compared with the audited financial statements as at 31 December 2017 except for the adoption of Singapore Financial Reporting Standards (International) (SFRS(I)) and new or revised SFRS(I) and INT SFRS(I) that are mandatory for financial years beginning on or after 1 January 2018. The adoption of these SFRS(I) and INT SFRS(I) has no significant impact on the Group's consolidated financial statements, except as disclosed in item 5 below.

**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.**Convergence with International Financial Reporting Standards

On 29 December 2017, the Accounting Standards Council has issued Singapore Financial Reporting Standards (International) ("SFRS(I)s"), Singapore's equivalent of the International Financial Reporting Standards ("IFRSs"). The new financial reporting framework is available for application by Singapore-incorporated companies listed on the Singapore Exchange for annual periods beginning on or after 1 January 2018. The Group has adopted SFRS(I)s on 1 January 2018 and has applied all the specific transition requirements in SFRS(I)1 First-time Adoption of Singapore Financial Reporting Standards (International).

*Application of SFRS(I) 1*

The Group has elected to deem the cumulative translation differences for foreign operations to be nil on 1 January 2017, and accordingly, an amount of approximately US\$1,444,850,000 of foreign currency translation reserve losses has been reclassified to the opening retained earnings as at 1 January 2017.

Adoption of SFRS(I) 9 Financial Instruments*Classification and measurement*

The Group has elected to measure its available-for-sale financial assets at fair value through other comprehensive income (FVOCI) prospectively. As at 1 January 2018, fair value reserves, retained earnings and available-for-sale financial assets have increased by approximately US\$61,731,000, US\$6,987,000 and US\$68,718,000 respectively.

*Hedge accounting*

With the adoption of SFRS(I) 9, the Group has retrospectively accounted for fair value changes in the forward points of its forward contracts not designated as hedging instruments as cost of hedging. Accordingly, the cost of hedging is deferred in other comprehensive income and recognised in the income statement over time.

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**

The reconciliation of this change in accounting policy is as follows:-

<b><u>Consolidated Income Statement</u></b>	<b>Three months ended 31.03.2017</b>		
	<b>As previously reported US\$'000</b>	<b>Effects US\$'000</b>	<b>Restated US\$'000</b>
Cost of sales	(9,621,261)	30,787	(9,590,474)
Other operating income	88,838	(35,599)	53,239
Finance costs	(90,814)	(23,778)	(114,592)
Income tax expense	(84,284)	7,148	(77,136)
Net profit	382,934	(21,442)	361,492
Attributable to:			
- Owners of the Company	361,558	(19,574)	341,984
- Non-controlling interests	21,376	(1,868)	19,508
	382,934	(21,442)	361,492

<b><u>Balance Sheets</u></b>	<b>As at 01.01.2017</b>			<b>As at 31.12.2017</b>		
	<b>As previously reported US\$'000</b>	<b>Effects US\$'000</b>	<b>Restated US\$'000</b>	<b>As previously reported US\$'000</b>	<b>Effects US\$'000</b>	<b>Restated US\$'000</b>
Retained earnings	9,260,680	(1,428,467)	7,832,213	10,125,379	(1,452,104)	8,673,275
Other reserves	(3,109,829)	1,428,467	(1,681,362)	(2,464,573)	1,452,104	(1,012,469)

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**6. Earnings Per Ordinary Share (EPS)**

	<b>Group</b>	
	<b>Three months ended</b>	
	<b>31.03.2018</b>	<b>31.03.2017 Restated*</b>
(a) Based on weighted average number of shares (US cents per share)	3.2	5.4
(b) Based on fully diluted basis (US cents per share)	3.2	5.4
Weighted average number of shares applicable to basic earnings per share ('000)	6,325,890	6,318,268
Weighted average number of shares based on fully diluted basis ('000)	6,326,727	6,328,594

*\*Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence*

**7. Net Asset Value Per Ordinary Share (NAV)**

	<b>Group</b>		<b>Company</b>	
	<b>31.03.2018</b>	<b>31.12.2017</b>	<b>31.03.2018</b>	<b>31.12.2017</b>
Net asset value per ordinary share based on issued share capital as at end of the period (US cents per share)	260.6	252.4	165.9	165.9

**Unaudited Financial Statements for the First Quarter ended 31 March 2018****8. Review of Group Performance****Overview**

The Group reported a net profit of US\$203.3 million in 1Q2018 (1Q2017: US\$342.0 million). The lower profit was mainly due to the difficult operating environment in Tropical Oils businesses and seasonal sugar losses experienced during the quarter. Nevertheless, the Group continued to see strong growth in sales volume from our Oilseeds and Grains businesses, arising from higher crushed volume and the later Chinese Spring Festival in 2018. Excluding non-operating income, core net profit for the quarter was US\$183.5 million in 1Q2018 (1Q2017: US\$293.0 million).

**Revenue and Cost of Sales**

Revenue increased 5.7% to US\$11.2 billion in 1Q2018 (1Q2017: US\$10.6 billion) on the back of stronger sales volume recorded by Oilseeds & Grains businesses, further aided by its higher commodity prices. Correspondingly, cost of sales increased 6.5% to US\$10.2 billion (1Q2017: US\$9.6 billion) in 1Q2018.

**Finance Income****Finance Costs**

	<b>1Q2018</b>	<b>1Q2017</b>
	US\$ million	US\$ million
Finance income	103.2	52.5
Finance costs	(155.1)	(114.6)

Higher average deposits and effective interest rates during the quarter led the Group's finance income to double to US\$103.2 million (1Q2017: US\$52.5 million). Correspondingly, finance costs increased by 35.3% to US\$155.1 million (1Q2017: US\$114.6 million) in line with higher effective interest rates and increased average borrowings made during the period.

**Other Operating Items – Net**

	<b>1Q2018</b>	<b>1Q2017</b>
	US\$ million	US\$ million
Other operating income	50.0	53.2
Other operating expenses	(9.4)	(12.0)
Other operating items – net	40.6	41.2

Net gain on other operating items of US\$40.6 million in 1Q2018 (1Q2017: US\$41.2 million gain) mainly resulted from favourable foreign exchange revaluation of financial assets and liabilities during the period.

The Group recorded a net foreign exchange loss of US\$31.6 million in 1Q2018 (1Q2017: US\$21.1 million gain), after taking into account foreign exchange losses arising from forward exchange instruments entered into for hedging purposes recorded under Cost of Sales.



**Unaudited Financial Statements for the First Quarter ended 31 March 2018*****Selling and Distribution Expenses***

Selling and distribution expenses increased 16.0% to US\$515.9 million (1Q2017: US\$444.6 million) mainly due to increased advertising and promotional activities undertaken as a result of the later Chinese Spring Festival in 2018. This was partially offset by lower export duties incurred in the current period, as both Malaysia and Indonesia enjoyed duty-free exports for CPO products in 1Q2018.

***Administrative Expenses***

Administrative expenses, mainly comprising of personnel and its related costs, increased by 8.5% to US\$185.2 million (1Q2017: US\$170.7 million).

***Non-operating Items***

During the quarter, the Group recorded a gain of US\$21.6 million (1Q2017: US\$53.3 million gain) on the back of higher dividend income received from its investment portfolio. These gains were partially offset by marked-to-market losses arising from the Group's investment securities, in line with the weaker equity markets conditions.

***Share of Results of Joint Ventures & Associates***

The stronger performances by our Africa and India investments during the quarter were dragged down by weaker contributions from our associates and joint venture companies in China and Vietnam, resulting in an overall marginal decrease in share of results of joint ventures & associates by 1.2% to US\$41.5 million (1Q2017: US\$42.0 million).

***Income Tax Expense***

The Group's effective tax rate increased to 27.5% (1Q2017: 19.4%) mainly due to higher profit contributions from subsidiaries in higher tax jurisdictions.

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**Group Financial Performance by Business Segment**
**Sales Volume of Key Segments**

	Sales Volume		
	1Q2018 MT'000	1Q2017 MT'000	Inc/(Dec) %
<b>Tropical Oils #</b>			
- Manufacturing & Merchandising	5,727	5,650	1.4%
<b>Oilseeds and Grains</b>			
- Manufacturing	7,240	5,696	27.1%
- Consumer Products	1,615	1,422	13.6%
<b>Sugar</b>			
- Milling	129	203	-36.5%
- Merchandising, Refining and Consumer Products	2,058	2,285	-9.9%

# Tropical Oils exclude plantation volume.

**Three Months Ended 31 March**

Revenue	1Q2018 US\$'000	1Q2017 US\$'000	Variance	
			US\$'000	%
<b>Tropical Oils</b>				
- Plantation	13,831	18,062	(4,231)	-23.4%
- Manufacturing & Merchandising	4,399,736	4,624,808	(225,072)	-4.9%
<b>Oilseeds and Grains</b>				
- Manufacturing	3,683,286	2,788,345	894,941	32.1%
- Consumer Products	1,988,296	1,676,171	312,125	18.6%
<b>Sugar</b>				
- Milling	45,563	42,937	2,626	6.1%
- Merchandising, Refining and Consumer Products	790,020	1,193,608	(403,588)	-33.8%
Others	542,119	482,714	59,405	12.3%
Eliminations	(293,662)	(256,656)	(37,006)	-14.4%
<b>Total revenue</b>	<b>11,169,189</b>	<b>10,569,989</b>	<b>599,200</b>	<b>5.7%</b>

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**
**Three Months Ended 31 March**

	<b>1Q2018 US\$'000</b>	<b>1Q2017 US\$'000 Restated*</b>	<b>Variance US\$'000</b>	<b>%</b>
<b>Profit before tax</b>				
Tropical Oils	101,672	155,204	(53,532)	-34.5%
Oilseeds and Grains	172,592	207,700	(35,108)	-16.9%
Sugar	(39,002)	(34,485)	(4,517)	-13.1%
Others	36,108	70,279	(34,171)	-48.6%
Share of results of joint ventures	6,586	6,032	554	9.2%
Share of results of associates	34,871	35,918	(1,047)	-2.9%
Unallocated expenses #	(3,572)	(2,020)	(1,552)	-76.8%
<b>Total profit before tax</b>	<b>309,255</b>	<b>438,628</b>	<b>(129,373)</b>	<b>-29.5%</b>

\*Prior period figures were restated upon adoption of SFRS (I) 9 Financial Instruments and IFRS Convergence

# Unallocated expenses refer to expenses in relation to employees' share options.

**Unaudited Financial Statements for the First Quarter ended 31 March 2018*****Tropical Oils (Plantation, Manufacturing and Merchandising)***

Amidst headwinds faced by Tropical Oils industry, the segment recorded profits of \$101.7 million for the quarter (1Q2017: US\$155.2 million). While the segment saw an improvement in plantation production yield and sales volume during the current period, overall results were impacted by lower CPO prices and poor margins in the downstream businesses.

Favourable weather conditions during the current quarter led production yield for 1Q2018 to improve by 6.5% to 4.9 MT per hectare (1Q2017: 4.6 MT per hectare). This also resulted in an increase in total fresh fruit bunches production to 984,998 MT (1Q2017: 938,771 MT).

Volume for Tropical Oils (Manufacturing & Merchandising) increased marginally by 1.4% to 5.7 million MT in 1Q2018 (1Q2017: 5.7 million MT). This improvement in sales was unable to overcome the lower CPO prices during the quarter, dragging down overall revenue by 4.9% to US\$4.4 billion in 1Q2018 (1Q2017: US\$4.6 billion).

***Oilseeds and Grains (Manufacturing and Consumer Products)***

Higher crushed volume and Consumer Products sales, as a result of the later Chinese Spring Festival in 2018, led overall sales volume to surge by 24.4% to 8.9 million MT in 1Q2018 (1Q2017: 7.1 million MT). Satisfactory performance in Oilseeds Crushing and Consumer Products businesses enabled the segment to report a profit before tax of US\$172.6 million (1Q2017: US\$207.7 million).

***Sugar (Milling, Merchandising, Refining and Consumer Products)***

Sales volume for the segment decreased by 12.1% to 2.2 million MT (1Q2017: 2.5 million MT), from lower milling and merchandising activities. The anticipated increase in sales volume in the Australian Milling businesses, arising from the new Sugar marketing program introduced in FY2017, is expected to be recognised in subsequent quarters. As a result, the segment recorded a loss of US\$39.0 million (1Q2017: US\$34.5 million loss) from the weaker milling results, which was mitigated by steady performance from the merchandising business.

***Others***

The segment recorded a profit before tax of US\$36.1 million in 1Q2018 (1Q2017: US\$70.3 million) mainly from the Shipping and Fertiliser businesses, as well as dividend income from the Group's investment portfolio. Absence of investment gains during the quarter, as a result of the weaker equity market conditions, led to the lower profits in this segment.

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**

***Review of Balance Sheet and Cash Flows***

Inventories decreased 12.2% to US\$7.2 billion as at 31 March 2018, in line with the lower inventory stockholding in China, which resulted from the post Chinese Spring Festival seasonal impact. Average turnover days remained comparable at 70 days in 1Q2018 (1Q2017: 70 days).

Trade receivables decreased by US\$143.5 million to US\$4.0 billion in 1Q2018, with average turnover days improving to 33 days (1Q2017: 35 days).

Trade payables increased by US\$108.5 million to US\$1.2 billion in 1Q2018 mainly due to effect of timing of purchases. Average turnover days was at 10 days in 1Q2018 (1Q2017: 13 days).

Other deposits and financial products placed with financial institutions increased, resulting in a US\$2.1 billion increase in other financial receivables (non-current and current) to US\$7.5 billion in 1Q2018.

Lower working capital requirements during the quarter led the Group to record a net cash inflow from operating activities of US\$1.8 billion. Correspondingly, net loans and borrowings (net of other bank deposits, cash and bank balances and financial products with financial institutions – current) decreased by US\$1.4 billion to US\$11.2 billion. Net gearing ratio improved to 0.68x in 1Q2018 (FY2017: 0.79x).

The Group incurred higher capital expenditures (including advances paid) of US\$289.2 million (1Q2017: US\$174.6 million) and US\$290.6 million (1Q2017: US\$10.3 million) was used for acquisitions of subsidiaries, associates and a joint venture during the quarter. Together with net cash outflow from financing activities of US\$868.2 million which mainly resulted from higher deposits and financial products placed during the quarter, the Group recorded a cash inflow of US\$481.9 million in 1Q2018. This brought the cash and cash equivalents balance to US\$1.9 billion as at 31 March 2018.

*Note : Turnover days are calculated by averaging the monthly turnover days to better reflect the true turnover period in view of the seasonality of the Group's business. Monthly turnover days are computed using revenue and cost of sales for the month.*

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**

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

No forecast was previously disclosed by the Group.

**10. Prospects**

The prospect of China imposing import tariffs on US soybeans will result in soybean prices staying volatile for the coming quarters. Even though performance of our Oilseed crushing business will not be affected in the short term, a prolonged standoff between China and the US would affect the utilization of our crushing plants. Nevertheless, we foresee that any negative effect will be partially mitigated by better performance from both our flour and rice businesses. In addition, with the improvements in production yields and better margins from downstream operations, Tropical Oils segment will likely perform better in the subsequent quarters.

Overall, we are cautiously optimistic that performance for the rest of the year will be satisfactory.

**11. Dividend**

- (a) Whether an interim (final) ordinary dividend has been declared (recommended) for the current financial period reported on?

None.

- (b) Whether the dividend is before tax, net of tax or tax exempt? If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated)

Not applicable.

- (c) Date Payable

Not applicable.

- (d) Books Closure Date

Not applicable.

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

No dividend has been declared for the quarter ended 31 March 2018.

**Unaudited Financial Statements for the First Quarter ended 31 March 2018****13. Interested Person Transactions**

<b>Name of Interested Person</b>	<b>Aggregate value of all Interested Person Transactions during the period under review (excluding transactions less than SGD100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)</b>	<b>Aggregate value of all Interested Person Transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than SGD100,000)</b>
	<b>1Q 2018 US\$'000</b>	<b>1Q 2018 US\$'000</b>
Archer Daniels Midland Group	NIL	540,447
Pua Seck Guan	NIL	NIL
Associates of Kuok Khoon Hong & Martua Sitorus	NIL	4,331
Associates of Kuok Khoon Ean & Kuok Khoon Hua <sup>#</sup>	NIL	3,371
Martua Sitorus' Associates	NIL	47,065
Kuok Khoon Hong's Associates	150	348
PPB Group Bhd	22,659	NIL
Kuok Brothers Sdn Bhd	NIL	NIL

*# The IP associates for Mr Kuok Khoon Ean and Mr Kuok Khoon Hua are substantially the same, and are not disclosed separately to avoid duplication.*

**14. Confirmation pursuant to Rule 720 (1) of the SGX-ST Listing Manual.**

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720 (1) of the SGX-ST Listing Manual.

BY ORDER OF THE BOARD

.....  
 KUOK KHOON HONG  
 Chairman and  
 Chief Executive Officer

10 May 2018

**Unaudited Financial Statements for the First Quarter ended 31 March 2018**

**CONFIRMATION BY THE BOARD**

We, Kuok Khoon Hong and Pua Seck Guan, being two of the directors of Wilmar International Limited ("the Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the first quarter ended 31 March 2018 financial results to be false or misleading in any material respect.

On behalf of the Board,

.....  
KUOK KHOON HONG  
Chairman and  
Chief Executive Officer

.....  
PUA SECK GUAN  
Chief Operating Officer

10 May 2018