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**NEWS RELEASE**

**WILMAR ACHIEVES RECORD EARNINGS OF US$104.6 MILLION (S$160.7 MILLION) FOR FY06, UP 80%**

- **Volume growth and enhanced margins for merchandising and refinery**
- **Higher plantation profits from improved yield and firmer palm oil prices**
- **EPS increases 69% from 2.67 US cents to 4.51 US cents**

**FY06 Highlights**

| In US$ million | FY06 | FY05 | % Change |
|---|---|---|---|
| Revenue | 5,301.6 | 4,651.6 | 14.0% |
| Profit from operations | 192.5 | 123.8 | 55.5% |
| Profit before taxation | 135.4 | 73.5 | 84.1% |
| Net profit | 104.6 | 58.0 | 80.2% |

**4QFY06 Highlights**

| In US$ million | 4QFY06 | 4QFY05 | % Change |
|---|---|---|---|
| Revenue | 1,627.2 | 1,243.4 | 30.9% |
| Profit from operations | 68.7 | 34.9 | 97.1% |
| Profit before taxation | 50.4 | 20.4 | 146.5% |
| Net profit | 36.3 | 14.4 | 152.3% |

*Singapore, February 15, 2007* – Wilmar International Limited ("Wilmar" or "the Group"), one of Asia's largest integrated agribusiness groups, today unveiled record performance for the financial year ended December 31, 2006 ("FY06"). The Group reported an 80.2% jump in net profit to US$104.6 million (S$160.7 million) on the back of a 14.0% increase in revenue to US$5,301.6 million (S$8,143.8 million). Contributing to this strong performance was a significant 152.3% improvement in net profit to US$36.3 million on the back of a 30.9% rise in revenue to US$1,627.2 million for the fourth quarter ended December 31, 2006 ("4QFY06").

With this strong performance, earnings per share (EPS) improved 68.9% from 2.67 US cents a year ago to 4.51 US cents as at December 31, 2006.

Mr Kuok Khoon Hong, Wilmar's Chairman and CEO said, "Favourable market conditions and higher demand for our products contributed to the overall improved business performance. We are also reaping the rewards of our growth strategy and the strong competitive edge of our integrated business model."

Wilmar has declared a tax-exempt interim dividend of S$0.013 per ordinary share, in place of a final dividend for financial year 2006. The interim dividend is payable on March 15, 2007, before the expected mid-year completion of the proposed merger and restructuring exercise.

**SEGMENTAL HIGHLIGHTS**

**FY06**

| In US$ million | Revenue | | | Profit Before Tax | | |
|---|---|---|---|---|---|---|
| | FY06 | FY05 | Change | FY06 | FY05 | Change |
| Merchandising & refinery | 5,177.9 | 4,582.5 | 13.0% | 91.7 | 46.7 | 96.4% |
| *Palm & laurics and others* | *3,412.3* | *2,653.0* | *28.6%* | *85.0* | *45.0* | *88.8%* |
| *Soya bean & soya bean meal* | *1,765.6* | *1,929.5* | *-8.5%* | *6.7* | *1.7* | *301.4%* |
| Plantations & Palm Oil Mills | 401.3 | 268.3 | 49.5% | 54.5 | 23.2 | 135.2% |
| Others * | 196.9 | 190.9 | 3.2% | 3.5 | 3.6 | -4.3% |
| Less : inter-segment sales | (474.5) | (390.2) | 21.6% | - | - | - |
| Less : unallocated expenses # | - | - | - | (14.3) | - | n.m. |
| **Total** | **5,301.6** | **4,651.6** | **14.0%** | **135.4** | **73.5** | **84.1%** |

**4QFY06**

| In US$ million | Revenue | | | Profit Before Tax | | |
|---|---|---|---|---|---|---|
| | 4QFY06 | 4QFY05 | Change | 4QFY06 | 4QFY05 | Change |
| Merchandising & refinery | 1,596.9 | 1,190.0 | 34.2% | 38.7 | 12.8 | 203.4% |
| *Palm & laurics and others* | *1,039.4* | *664.0* | *56.5%* | *36.7* | *12.3* | *199.2%* |
| *Soya bean & soya bean meal* | *557.5* | *526.0* | *6.0%* | *2.0* | *0.5* | *310.1%* |
| Plantations & Palm Oil Mills | 132.6 | 72.9 | 81.8% | 25.6 | 4.4 | 477.8% |
| Others * | 45.6 | 46.1 | -1.1% | 0.4 | 3.2 | -88.7% |
| Less : inter-segment sales | (147.9) | (65.6) | 125.3% | - | - | - |
| Less : unallocated expenses # | | - | - | (14.3) | - | n.m. |
| **Total** | **1,627.2** | **1,243.4** | **30.9%** | **50.4** | **20.4** | **146.5%** |

*n.m. - not meaningful*
** Comprises fertiliser sales and ship chartering income*
*# Refers to write-off of goodwill arising from the reverse takeover of Ezyhealth Asia Pacific Ltd*

**Merchandising and Refinery Segment**

Revenue from the Merchandising and Refinery segment, the Group's key revenue contributor, saw an increase of 34.2% to US$1,596.9 million for 4QFY06. For FY06, this segment recorded a 13.0% increase in revenue to US$5,177.9 million.

Within this segment, palm and laurics recorded a 56.5% growth in revenue for 4QFY06, underpinned by an increase in production capacity, higher demand and firmer weighted average selling price. Sales volume for palm and laurics rose 36.0% to 2.28 million metric tonnes (MT) for 4QFY06 while weighted average selling price was up 15.0% year-on-year. For FY06, sales volume grew by a healthy 23.3% while average selling price was up 4.3%. Demand in FY06 was driven largely by growth in edible usage from China and India as well as usage for power generation in Europe. Coupled with the anticipation of increased demand from renewable energy and persistent high crude oil prices in FY06, prices were well supported.

Revenue for soya bean and soya bean meal increased by 6.0% for 4QFY06, attributable to a marginal increase in sales volume and higher weighted average selling price, compared to the corresponding period last year. Sales volume increased by 2.5% to 1.99 million MT for 4QFY06. For the cumulative twelve-month period, sales volume was flat while weighted average selling price dropped by 8.8%.

Profit before tax for this business segment tripled to US$38.7 million in 4QFY06. Cumulatively, it almost doubled to US$91.7 million for FY06. Higher sales volume and margin improvements for palm and laurics resulted in the robust performance of this business segment.

**Plantations and Palm Oil Mills Segment**

The Plantations and Palm Oil Mills segment recorded a revenue increase of 81.8% to US$132.6 million for 4QFY06, owing mainly to higher milling capacity and higher selling price. The Group's own fruit production recorded an 8.4% increase over the same period last year. For FY06, the 49.5% growth in revenue was the result of higher milling capacity, better yield and increase in selling price. Plantation yield increased from 18.2 MT per hectare for FY05 to 21.2 MT per hectare for FY06.

Profit before tax registered almost a five-fold increase (477.8%) for 4QFY06 to US$25.6 million due to a sharp increase in the value of our biological assets by US$17.4 million. Excluding this revaluation, profit before tax would amount to US$8.2 million, a two-fold increase over 4QFY05. Similarly, excluding this revaluation from the full year figures, the Group's FY06 figures reflected an increase of 73.0% in profit before tax to US$37.1 million. The much improved performance was achieved through yield improvement and higher prices.

**Other Products**

Revenue from this segment, which comprises mainly fertiliser sales, declined marginally by 1.1% to US$45.6 million for 4QFY06. For FY06, revenue saw an increase of 3.2%, in line with higher sales volume and average selling prices. Profit before tax declined to US$0.4 million for 4QFY06 and US$3.5 million for FY06.

**Balance Sheet**

Wilmar's balance sheet has strengthened through its strong financial performance for FY06 and the US$172.9 million net proceeds raised from its equity placement exercise in August 2006. As at December 31, 2006, the Group had total assets of US$1.8 billion and shareholders' funds of US$584.8 million. Its net gearing ratio was also substantially reduced from 2.5 times a year ago to 1.2 times at the end of 2006.

**Biodiesel Update**

The Group's first biodiesel plant was successfully commissioned in January 2007 and is currently in ramp up mode, with full capacity expected by the end of February 2007. The remaining two plants are on schedule for completion in the second and third quarters of 2007 respectively. Each plant has a capacity of 350,000 MT per annum.

**Merger and Restructuring Update**

On December 14, 2006, Wilmar announced the proposed merger with Kuok Group's palm plantation, edible oils, grains and related businesses comprising Kuok Oils and Grains Pte Ltd, PGEO Group Sdn Bhd and PPB Oil Palms Berhad in a deal worth up to US$2.7 billion. In a separate transaction, the Group also announced a restructuring exercise to acquire the edible oils, grains and related businesses of its parent company, Wilmar Holdings Pte Ltd, including interests held by Archer Daniels Midland Asia Pacific and its subsidiaries in these businesses, for US$1.6 billion.

Wilmar is currently working with various parties involved in the transactions including its financial advisors, to finalise the necessary documentation and to obtain all necessary regulatory and shareholder approvals. These corporate exercises are targeted to complete in the second quarter of 2007.

**Prospects and Future Plans**

Barring any unforeseen circumstances, the Group expects to benefit from the buoyant outlook for the palm oil sector.

"We expect palm oil prices to remain favourable due to the growing demand for food and energy globally. Palm oil production in Indonesia and Malaysia will continue to increase rapidly. To ride on this industry trend, we will continue to expand our palm merchandising and processing capabilities as well as increase our plantation acreage.

Through the proposed merger with Kuok Group's palm plantation, edible oils, grains and related businesses, as well as the proposed acquisition of our parent company's edible oils, grains and related businesses, Wilmar is poised to become Asia's leading agribusiness group. The enlarged Group will be the leading global processor and merchandiser of palm oil, a sizeable oil palm plantation owner and the leading processor and merchandiser of agricultural products in China", added Mr Kuok.

**About Wilmar**

Wilmar International Limited is one of Asia's largest integrated agribusiness groups and one of Asia's largest palm oil refiners and crushers of palm kernel and copra. It has established an integrated agribusiness model that captures the entire value chain of the palm oil business, from origination to the end customer. Its business activities range from oil palm cultivation and milling, to the refining, processing, branding, merchandising and distribution of a wide range of palm and lauric oils, and related products. It is also involved in related businesses like palm biodiesel and fertiliser.

Headquartered in Singapore, the Group's operations are strategically located in Indonesia and Malaysia, the major edible oil producing countries in Asia. The large scale of these strategically located integrated plants allows Wilmar to enjoy significant operational synergies and cost efficiencies.

Wilmar was listed on the Singapore Exchange on 8 August 2006, following the completion of its equity placement exercise.

CIMB-GK Securities Pte. Ltd. was the financial adviser to the Company in relation to the acquisition of the Wilmar Group, completed in July 2006.


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