WILMAR INTERNATIONAL LIMITED *(REG. NO. 199904785Z)*

Unaudited Financial Statements for the Second Quarter Ended 30 June 2008

FINANCIAL HIGHLIGHTS

	2Q FY2008 US$'000	2Q FY2007 US$'000	Change %	1H FY2008 US$'000	1H FY2007 US$'000	Change %
Revenue	7,830,121	2,988,520	162.0%	14,971,300	4,964,942	201.5%
Net profit	331,732	101,519	226.8%	674,776	151,265	346.1%
EPS - Basic (US cents per share)	5.19	3.82	35.9%	10.57	5.70	85.4%
				30.06.2008	31.12.2007	Change
Net Tangible Assets (US$'000)				4,502,770	3,911,903	15.1%
Net asset per share (US$ per share)				1.32	1.23	7.3%
Net Tangible Asset per share (US$ per share)				0.71	0.61	16.4%

Second Quarter 2008

- **Revenue rose 162% to a record US$7.8 billion boosted by the higher commodity prices and strong sales volume.**
- **Net profits more than tripled to US$331.7 million on the back of improved margins and strong growth in all sales volume from most business segments.**
- **Against the pro-forma profit after tax results of US$138.8 million for the same period last year, profits have increased by 139%.**
- **Earnings per share rose to 5.19 US cents, up from 3.82 US cents in 2Q FY2007.**

1(a) Consolidated Profit and Loss Statement

	Group				Group			
	Three months ended				Six months ended			
	30.06.2008	30.06.2007*	Inc/(Dec)		30.06.2008	30.06.2007*	Inc/(Dec)	
	US$'000	US$'000	US$'000	%	US$'000	US$'000	US$'000	%
Revenue	7,830,121	2,988,520	4,841,601	162.0%	14,971,300	4,964,942	10,006,358	201.5%
Cost of sales	(6,919,665)	(2,729,951)	4,189,714	153.5%	(13,162,760)	(4,525,882)	8,636,878	190.8%
Gross profit	**910,456**	**258,569**	**651,887**	**252.1%**	**1,808,540**	**439,060**	**1,369,480**	**311.9%**
Other items of income								
Interest income	16,420	3,004	13,416	446.6%	24,903	6,023	18,880	313.5%
Other operating income	108,150	23,158	84,992	367.0%	225,834	35,886	189,948	529.3%
Other items of expenses								
Selling and distribution costs	(467,762)	(106,552)	361,210	339.0%	(889,180)	(191,802)	697,378	363.6%
Administrative expenses	(50,684)	(22,429)	28,255	126.0%	(111,174)	(43,862)	67,312	153.5%
Other operating expenses	(4,977)	(8,018)	(3,041)	(37.9%)	(10,643)	(11,224)	(581)	(5.2%)
Finance costs	(101,484)	(33,722)	67,762	200.9%	(170,797)	(61,865)	108,932	176.1%
Share of results of associates	29,105	15,035	14,070	93.6%	56,603	28,520	28,083	98.5%
Profit before taxation	**439,224**	**129,045**	**310,179**	**240.4%**	**934,086**	**200,736**	**733,350**	**365.3%**
Income tax expense	(82,378)	(15,667)	66,711	425.8%	(192,662)	(27,324)	165,338	605.1%
Profit after taxation	**356,846**	**113,378**	**243,468**	**214.7%**	**741,424**	**173,412**	**568,012**	**327.6%**

Attributable to:								
Equity holders of the parent	331,732	101,519	230,213	226.8%	674,776	151,265	523,511	346.1%
Minority interests	25,114	11,859	13,255	111.8%	66,648	22,147	44,501	200.9%
	356,846	**113,378**	**243,468**	**214.7%**	**741,424**	**173,412**	**568,012**	**327.6%**

* Year 2007 consolidated figures have been restated to include the results of IPT Assets.

The Group completed a major merger and restructuring business in Year 2007, which included the acquisition of the KG Group[(1)] and the inclusion of the IPT Assets[(2)].

[(1)] KG Group refers to the Kuok Group's palm plantation, edible oils, grains and related businesses comprising Kuok Oils & Grains Pte Ltd, PGEO Group Sdn Bhd and PPB Oil Palms Berhad.

[(2)] IPT Assets refers to the edible oils, oilseeds, grains and related businesses of Wilmar Holdings Pte Ltd, a controlling shareholder, including interests held by Archer Daniels Midland Asia Pacific and its subsidiaries.

Unaudited Financial Statements for the Second Quarter Ended 30 June 2008

1(b)(i) Balance Sheets

	Group		Company	
	30.06.2008 US$'000	31.12.2007 US$'000	30.06.2008 US$'000	31.12.2007 US$'000
ASSETS				
Non-current assets				
Property, plant and equipment	2,896,580	2,556,820	-	-
Investment securities	741	856	-	-
Investment in subsidiaries	-	-	7,939,293	7,782,603
Investment in associates	523,606	451,950	143,139	140,152
Plasma investments	3,985	5,742	-	-
Biological assets	989,076	940,014	-	-
Intangible assets	3,930,754	3,933,295	-	-
Derivative financial instruments	7,969	6,726	7,096	-
Deferred tax assets	30,276	28,038	-	-
Other receivables	466,603	472,229	697,371	679,042
	8,849,590	**8,395,670**	**8,786,899**	**8,601,797**
Current assets				
Inventories	4,631,682	3,614,066	-	-
Trade receivables	1,653,149	1,501,204	-	-
Other receivables	1,133,355	856,554	1,204,603	1,112,405
Derivative financial instruments	143,717	122,805	26,883	26,883
Investment securities	137	49,182	-	-
Cash and bank balances	2,983,612	967,572	873	2,829
	10,545,652	**7,111,383**	**1,232,359**	**1,142,117**
TOTAL ASSETS	**19,395,242**	**15,507,053**	**10,019,258**	**9,743,914**
EQUITY AND LIABILITIES				
Current liabilities				
Trade payables	1,201,574	1,001,912	73,014	-
Other payables	725,701	780,261	7,979	36,160
Derivative financial instruments	311,991	108,030	-	-
Loans and borrowings	6,659,208	4,209,148	9,340	16,000
Tax payable	114,070	69,498	-	120
	9,012,544	**6,168,849**	**90,333**	**52,280**
NET CURRENT ASSETS	**1,533,108**	**942,534**	**1,142,026**	**1,089,837**

1(b)(i) Balance Sheets *(continued)*

	Group		Company	
	30.06.2008 US$'000	31.12.2007 US$'000	30.06.2008 US$'000	31.12.2007 US$'000
Non-current liabilities				
Other payables	34,819	41,863	-	-
Derivative financial instruments	26	-	-	-
Loans and borrowings	1,202,651	818,761	946,167	542,363
Deferred taxation liabilities	294,621	296,078	-	-
	1,532,117	**1,156,702**	**946,167**	**542,363**
TOTAL LIABILITIES	**10,544,661**	**7,325,551**	**1,036,500**	**594,643**
NET ASSETS	**8,850,581**	**8,181,502**	**8,982,758**	**9,149,271**
Share capital	8,402,547	8,402,547	8,838,686	8,838,686
Retained earnings	1,632,464	1,095,808	(1,973)	116,540
Other reserves	(1,601,487)	(1,653,157)	146,045	194,045
	8,433,524	7,845,198	8,982,758	9,149,271
Minority interests	417,057	336,304	-	-
Total Equity	**8,850,581**	**8,181,502**	**8,982,758**	**9,149,271**
TOTAL EQUITY AND LIABILITIES	**19,395,242**	**15,507,053**	**10,019,258**	**9,743,914**

1(b)(ii) Group's borrowings and debt securities

	Group		Group	
	30.06.2008		31.12.2007	
	Secured US$'000	Unsecured US$'000	Secured US$'000	Unsecured US$'000
(a) Amount repayable in one year or less, or on demand	2,478,461	4,180,747	2,754,753	1,454,395
(b) Amount repayable after one year	192,800	1,009,851	253,109	565,652
	2,671,261	5,190,598	3,007,862	2,020,047

.

Details of any collateral

(1) Bank term loans are secured by:
- (i) a charge over property, plant and equipment of certain subsidiaries
- (ii) a pledge over inventories, biological assets and accounts receivables of certain subsidiaries
- (iii) corporate guarantees from the Company and certain subsidiaries
- (iv) personal guarantee from a director and/or shareholder of a subsidiary

(2) Bank term loans for Plasma investments are secured by a charge over the property, plant and equipment in certain subsidiaries which are involved in the Plasma investments.

(3) Short term bank loans, pre-shipment loans, trust receipts, bills discounts are secured by a charge over property, plant and equipment, fixed deposits, accounts receivables, inventories, corporate guarantees from the Company and corporate guarantee from certain subsidiaries and personal guarantee from a director of a subsidiary.

(4) Bank overdrafts are secured by property, plant and equipment, inventories, account receivables, corporate guarantees from the Company and corporate guarantees from certain subsidiaries.

(5) Obligations under finance lease are secured by a charge over lease assets.

1(c) Consolidated Cash Flow

	Group		Group	
	Three months ended		Six months ended	
	30.06.2008	30.06.2007*	30.06.2008	30.06.2007*
	US$'000	US$'000	US$'000	US$'000
Cash flows from operating activities				
Profit before tax but after share of results of associated companies	439,224	129,045	934,086	200,736
Adjustments for:				
Depreciation of property, plant and equipment	42,881	26,926	93,024	48,157
Impairment provision on investments in an associate	-	-	1,612	-
Amortisation of trademarks and licenses	6	55	10	58
Negative goodwill taken to income statement	(52)	(210)	(52)	(1,158)
Positive goodwill written off to income statement	68	308	346	329
Loss/(profit) on disposal of property, plant and equipment	475	190	(11,350)	94
Profit on disposal of investment in subsidiaries	-	(26)	-	(26)
Loss/(profit) on disposal of investment securities	14	12,817	(36)	12,817
Net loss/(gain) on the fair value of derivative financial instruments	45,646	(2,822)	147,147	-
Net gain on the fair value of investment securities	(1)	-	(168)	-
Foreign exchange arising from translation	14,712	2,130	33,015	(8,246)
Interest expense	89,860	33,722	159,173	61,865
Interest income	(16,420)	(3,004)	(24,903)	(6,023)
Share of profit of associates	(29,105)	(15,035)	(56,603)	(28,520)
Operating cash flow before working capital changes	587,308	184,096	1,275,301	280,083
Changes in working capital:				
Increase in inventories	(723,939)	(365,164)	(1,053,273)	(466,314)
Decrease/(increase) in receivables and other assets	91,107	(125,010)	(397,669)	(203,437)
Increase/(decrease) in payables	(202,126)	303,565	193,561	391,143
Cash (used in)/generated from operations	(247,650)	(2,513)	17,920	1,475
Interest paid	(83,172)	(23,889)	(146,027)	(27,830)
Interest received	16,420	3,004	24,903	6,023
Income taxes paid	(96,496)	(13,920)	(175,461)	(18,760)
Net cash used in operating activities	**(410,898)**	**(37,318)**	**(278,665)**	**(39,092)**
Cash flows used in investing activities				
Payments for investments in subsidiaries - net cash acquired	-	27,534	-	27,349
Payments for dilution in minority interests	(2,435)	(2,493)	(9,111)	(8,886)
Decrease in plasma investments	1,946	2,438	1,757	2,456
Payments for investment securities	(1,583)	(10,341)	(27,426)	(10,348)
Payments for investment in associates	(18,168)	-	(20,006)	(702)
Payments for biological assets	(24,512)	(8,748)	(40,769)	(13,415)
Payments for property, plant and equipment	(276,419)	(104,410)	(455,019)	(177,993)
Dividends received from associates	6,804	5,002	10,109	7,529
Proceeds from disposal of investment securities	2,503	10,334	78,291	10,334
Proceeds from disposal of property, plant and equipment	2,772	3,101	31,197	3,596
Net cash flow from disposal of subsidiaries	(190)	856	(8,425)	856
Net cash used in investing activities	**(309,282)**	**(76,727)**	**(439,402)**	**(159,224)**

* Year 2007 consolidated cash flow figures have been restated to include IPT Assets.

1(c) Consolidated Cash Flow Statement *(continued)*

	Group		Group	
	Three months ended		Six months ended	
	30.06.2008	30.06.2007*	30.06.2008	30.06.2007*
	US$'000	US$'000	US$'000	US$'000
Cash flows from financing activities				
Increase in receivables	(8,347)	(17,883)	(21,815)	(450)
(Increase)/decrease in net amount due from related party corporations	(1,504)	94,195	(2,718)	67,278
Decrease/(increase) in net amount due from associates	32,052	(19,142)	33,455	19,817
(Decrease)/increase in advances from minority shareholders	(299)	2,846	(145)	2,857
Proceeds from bank loans	2,007,700	255,411	2,876,568	441,432
(Repayment of)/proceeds from finance lease liabilities	(19)	(99)	60	(75)
Increase in fixed deposits pledged with financial institutions for bank facilities	(1,039,927)	(55,402)	(1,718,456)	(82,583)
Interest paid	(6,688)	(12,201)	(13,198)	(36,571)
Dividends paid by the Company	(121,773)	-	(121,773)	(21,556)
Dividends paid to minority shareholders by subsidiaries	(8,027)	-	(8,027)	-
Proceeds from issue of shares by subsidiaries to minority shareholders	2,692	25	13,878	25
Net cash inflow from financing activities	**855,860**	**247,750**	**1,037,829**	**390,174**
Net increase in cash held	135,680	133,705	319,762	191,858
Cash at the beginning of the financial period	628,968	56,995	444,886	(1,158)
Cash at the end of the financial period	**764,648**	**190,700**	**764,648**	**190,700**
Represented by:				
Bank and cash balances	2,983,612	518,887	2,983,612	518,887
Less: Fixed deposits pledged with financial institutions for bank facilities	(2,020,489)	(241,871)	(2,020,489)	(241,871)
Bank overdrafts	(198,475)	(86,316)	(198,475)	(86,316)
Total Cash and Cash Equivalents	**764,648**	**190,700**	**764,648**	**190,700**

* Year 2007 consolidated cash flow figures have been restated to include IPT Assets.

Unaudited Financial Statements for the Second Quarter Ended 30 June 2008

1(d)(i) Statement in Change of Equity

	Group			
	For the period ended		For the period ended	
From	01.04.2008	01.04.2007	01.01.2008	01.01.2007
To	30.06.2008	30.06.2007*	30.06.2008	30.06.2007*
	US$'000	US$'000	US$'000	US$'000
Issued capital				
Balance at beginning	8,402,547	280,278	8,402,547	280,278
Issue of shares pursuant to the acquisition of subsidiaries	-	8,101,690	-	8,101,690
Balance at end	**8,402,547**	**8,381,968**	**8,402,547**	**8,381,968**
Capital reserve				
Balance at beginning	146,045	-	194,045	-
Equity component of convertible bonds	-	-	(48,000)	-
Balance at end	**146,045**	**-**	**146,045**	**-**
Merger reserve				
Balance at beginning	(1,959,820)	-	(1,960,906)	-
Reserve arising from the merger of the IPT Assets	-	(1,960,906)	-	(1,960,906)
Disposal of a subsidiary	-	-	1,086	-
Balance at end	**(1,959,820)**	**(1,960,906)**	**(1,959,820)**	**(1,960,906)**
Foreign currency translation reserve				
Balance at beginning	170,702	17,086	84,579	14,448
Net effect of exchange differences	36,535	3,082	135,331	7,373
Minority interests	(5,735)	(1,460)	(18,408)	(3,113)
Balance at end	**201,502**	**18,708**	**201,502**	**18,708**
General reserve				
Balance at beginning	35,951	21,210	26,544	15,344
Transfer from retained earnings	7,214	35	16,621	5,901
Balance at end	**43,165**	**21,245**	**43,165**	**21,245**
Asset valuation reserve				
Balance at beginning	2,307	-	2,581	-
Transfer to retained earnings	-	(43)	(274)	(43)
Balance at end	**2,307**	**(43)**	**2,307**	**(43)**
Hedging reserve				
Balance at beginning	-	-	-	-
Fair value adjustment on cash flow hedges	(34,686)	-	(34,686)	-
Balance at end	**(34,686)**	**-**	**(34,686)**	**-**

* Year 2007 consolidated cash flow figures have been restated to include IPT Assets.

1(d)(i) Statement in Change of Equity *(continued)*

	Group			
	For the period ended		For the period ended	
From	01.04.2008	01.04.2007	01.01.2008	01.01.2007
To	30.06.2008	30.06.2007*	30.06.2008	30.06.2007*
	US$'000	US$'000	US$'000	US$'000
Retained earnings				
Balance at beginning	1,429,719	569,569	1,095,808	547,245
Transfer distributable reserves on realisation of revaluation reserve	-	43	274	43
Net profit for the period	331,732	101,519	674,776	151,265
Dividends paid	(121,773)	-	(121,773)	(21,556)
Transfer to general reserves	(7,214)	(35)	(16,621)	(5,901)
Balance at end	**1,632,464**	**671,096**	**1,632,464**	**671,096**
Minority Interests				
Balance at beginning	394,366	141,318	336,304	124,687
Acquisition of subsidiaries	4,870	58,474	16,055	63,164
Disposal of subsidiaries	(5,001)	(214)	(12,331)	(214)
Foreign currency translation	5,735	1,460	18,408	3,113
Dividends paid	(8,027)	-	(8,027)	-
Net profit for the period	25,114	11,859	66,648	22,147
Balance at end	**417,057**	**212,897**	**417,057**	**212,897**

* Year 2007 consolidated cash flow figures have been restated to include IPT Assets.

	Company			
	For the period ended		For the period ended	
From	01.04.2008	01.04.2007	01.01.2008	01.01.2007
To	30.06.2008	30.06.2007*	30.06.2008	30.06.2007*
	US$'000	US$'000	US$'000	US$'000
Issued capital				
Balance at beginning	8,838,686	716,417	8,838,686	716,417
Issue of shares pursuant to the Acquisition	-	8,101,690	-	8,101,690
Balance at end	**8,838,686**	**8,818,107**	**8,838,686**	**8,818,107**
Capital reserve				
Balance at beginning	146,045	-	194,045	-
Equity component of convertible bonds	-	-	(48,000)	-
Balance at end	**146,045**	**-**	**146,045**	**-**
Retained earnings				
Balance at beginning	124,049	4,941	116,540	26,760
Net profit for the period	(4,249)	86	3,260	(177)
Dividends paid	(121,773)	-	(121,773)	(21,556)
Balance at end	**(1,973)**	**5,027**	**(1,973)**	**5,027**

1(d)(ii) Company's Share Capital

	Company	
	30.06.2008	**31.12.2007**
	('000)	**('000)**
Number of shares at beginning	6,385,681	2,532,805
Shares arising from Acquisition of PGEO	-	287,123
Shares arising from Acquisition of PPBOP	-	1,024,475
Shares arising from Acquisition of IPT Assets	-	1,449,722
Shares arising from Acquisition of KOG	-	1,091,556
Number of shares at end	**6,385,681**	**6,385,681**

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.

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 financial statements for the current reporting period compared with the audited financial statements as at 31 December 2007 except for the adoption of the INT FRS that are mandatory for financial years beginning on or after 1 January 2008. The adoption of the INT FRS has no significant impact to the Group.

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.

Not applicable.

6. Earnings Per Ordinary Share (EPS)

	Group			
	Three months ended		Six months ended	
	30.06.2008	30.06.2007*	30.06.2008	30.06.2007*
(a) Based on weighted average number of shares (US cents per share)	5.19	3.82	10.57	5.70
(b) Based on fully diluted basis (US cents per share)	5.07	3.82	10.31	5.70
Weighted average number of shares applicable to basic earnings per share ('000)	6,385,681	2,655,671	6,385,681	2,655,671
Weighted average number of shares based on fully diluted basis ('000)	6,546,845	2,655,671	6,546,845	2,655,671

* Year 2007 consolidated figures have been restated to include the results of IPT Assets.

7. Net Asset Value Per Ordinary Share (NAV)

	Group	
	Period/Year ended	
	30.06.2008	31.12.2007
Net asset value per ordinary share based on issued share capital as at end of the period (US cents per share)	132.07	122.86

8. Review of Group Performance

Group Financial Performance

Overview

2Q FY2007 and 1H FY2007 figures have been restated to include the results of the IPT Assets.

The Group's earnings for 2Q FY2008 rose 226.8% to US$331.7 million from US$101.5 million restated for the same quarter last year. Against the pro-forma earnings of US$138.8 million of the Group (which includes both the IPT Assets and KG results) in 2Q FY2007, the current quarter's earnings were 139% higher.

For the six months period to 30 June 2008, Group's earnings improved by 346.1% to US$674.8 million. Compared to the pro-forma earnings of US$238 million for 1H FY2007, the current half year's earnings were almost 3 times higher.

All comparisons made with 2Q FY2007 and 1H FY2007 in the rest of this announcement are based on the restated figures, which comprised the results of the original WIL group (pre-merged) and that of the IPT Assets, including one month's results (June 2007) of PPBOP and PGEO Group.

Revenue

Group revenue surged to US$7.8 billion in 2Q 2008 from US$3 billion in 2Q 2007, due mainly to the continued uptrend in commodity prices in the second quarter as well as the higher sales volume of the Group arising from the merger and increased demand.

Revenue for the first half year of this year tripled to US$15.0 billion from US$5.0 billion a year ago, on the back of higher CPO and oilseed prices and increased sales volume.

Year-on-year, the Group's weighted average commodity prices like CPO, soya beans and crude soya bean oil had increased by more than 70% reflecting the global commodity price hikes.

Bulk Sales volume had increased by an average of 57.6% with a total of 15.5 million tons merchandised and processed in the palm and laurics and oilseeds & grains.

Cost of Sales

Cost of sales increased by US$4.2 billion or 153.5% to US$6.9 billion for 2Q FY2008 reflecting the higher cost of the raw materials, mostly commodities, in line with the market price trends and also with the increased volume sold.

The trend is similar for 1H FY2008 results, with cost of sales increasing by 190.8% to US$13.2 billion on account of the higher sales volume and raw material prices.

Gross Profit Margin

Gross profit includes freight and insurance charges which are recorded as part of revenue for those sales under CIF or C&F terms whilst the freight and insurance costs on the corresponding purchases are recorded under selling and distribution costs. After aligning these charges, the adjusted gross profit margin for 2Q FY2008 increased from 6.1% in the same period last year to 9.1%. The improved gross margins reflected the favourable operating environment and the merger efficiencies.

Interest Income

Interest income increased by US$13.4 million from US$3.0 million in 2Q FY2007 to US$16.4 million for 2Q FY2008 due mainly to higher short term deposits placed. For the current six months period, interest income increased by 313.5% to US$24.9 million.

Other Operating Income

Other operating income increased by US$85 million from US$23.1 million in 2Q FY2007 to US$108.2 million in the current quarter. Included were net foreign exchange gains of US$94.1 million arising mostly from the appreciation of the Chinese RMB against the US$ by 2.2% in the second quarter, in respect of US dollars denominated liabilities held.

For 1H FY2008, other operating income increased 529.3% to US$225.8 million, largely attributable to foreign exchange gains and partly to profit on disposal of two shipping vessels, and to fair value gain on the embedded derivatives of convertible bonds recorded in 1Q 2008.

Selling and Distribution Costs

Selling and distribution costs increased 339.0% from US$106.6 million for 2Q FY2007 to US$467.8 million for 2Q FY2008. The steep increase in these costs was attributable mainly to the higher direct expenses such as freight, insurance, port charges incurred on the higher sales volume of the Group as well as export taxes incurred on Indonesian exports of palm. Freight rates had also increased in the current quarter, due to the escalating costs of fuel oil during this period.

Indonesia export tariff on CPO was raised from 10% in Q1 FY2008 to 15% - 20% in the current quarter in line with the rising CPO prices. For the most part of 2Q FY2007, the export tariff was at a low of 1.5%, increasing only to 6.5% towards the later part of June 2007. The two major items, export duty and freight & insurance costs, totaling US$373.7 million accounted for 80% of the increase in selling and distribution costs.

Selling and distribution expenses for the first half of the year was also significantly higher, up by US$697.4 million from the previous corresponding period. This was due to similar reasons mentioned in the current quarter, attributable mainly to the higher freight rates, higher Indonesian export duties and higher direct selling expenses in line with the increased sales volume.

Administrative Expenses

Administrative expenses increased by US$28.3 million from US$22.4 million for 2Q FY2007 to US$50.7 million for 2Q FY2008. The increase was due mainly to the increase in related personnel and administration expenses as a result of the increase in headcount from the merged entities of KG. Total headcount of the Group as at the end of June 2008 was 70,455 versus 54,054 as at the end of June 2007.

Also, included in Administrative expenses was a sum of US$2.9 million donated to the Sichuan Earthquake victims in May 2008.

Administrative expenses at US$111.2 million in 1H FY2008 was higher by US$67.3 million compared to the same period last year due again to the increase in expenses directly attributable to the higher headcount of the Group. Related personnel costs accounted for more than 50% of the total administrative expenses, whilst others include office expenses, communication, travel, indirect depreciation, legal and professional expenses.

Other Operating Expenses

Other operating expenses declined by US$3.0 million from US$8.0 million in 2Q FY2007 to US$5.0 million in 2Q FY2008. This was due to the reduction in doubtful debts provision from US$3.8 million to only US$0.1 million in the current quarter.

For 1H FY2008, other operating expenses totaled US$10.6 million, showing a marginal drop of 5.2% from a year ago.

Finance Costs

The Group finance costs for the current quarter and six months period rose 200.9% to US$101.5 million, and 176.1% to US$170.8 million respectively. This was attributable largely to the higher bank borrowings required to fund the Group's increased working capital requirement. The significantly higher sales volume of the merged Group, coupled with the high commodities prices in the current period resulted in the higher working capital required.

Share of Results of Associates

Share of results of Associates improved by 93.6% from US$15.0 million in 2Q FY2007 to US$29.1 million in 2Q FY2008. It also increased by US$28.1 million to US$56.6 for the half year ended 30 June 2008. These were contributed mainly by the Group's associates from the various crushing plants, including consumer products packing and distribution in China which accounted for 60% of the Group's share of Associates' profits. Associates in Malaysia and Africa and India contributed to the remaining share of the Associates' profits.

Profit Before Tax

The Group posted another quarter of robust earnings, with pre-tax profits increasing 240.4% to US$439.2 million for the quarter ended 30 June. This combined with the strong performance in the first quarter resulted in an increase in pre-tax profits for the first half of the year to US$934.1 million, registering a strong growth of 365.3% year on year.

Performance was underpinned by high product prices and improved operating margins in most business segments.

Income Tax Expense

Income tax expense for the 2Q FY2008 was significantly higher than 2Q FY2007, increasing by 425.8% to US$82.4 million. For the half year to 30 June, income tax expense rose by US$165.3 million to US$192.7 million.

The effective income tax rate of the Group for 1H FY2008 was 22.0% versus 15.9% 1H FY 2007.

The current higher tax figure was directly attributable to the higher earnings of the Group, whilst the higher tax rate was due to the higher corporate tax rate of subsidiaries operating in Malaysia, as well as to the increase in the corporate tax rate in China. Most of these China subsidiaries were in their low tax rate incentive period last year, but have since moved out of the lower incentive tax rates period as their incentive periods expired.

Minority Interests

In line with the Group's strong performance for the current quarter and first half year, minority share of the Group's profit also increased by 111.8% and 200.9% respectively to US$25.1 million and US$66.6 million. These were attributable mainly to minority shareholders in the China operations.

Group Financial Performance by Business Segment

Sales Volume of Key Segments

	Sales Volume					
	2Q FY2008 MT'000	2Q FY2007 * MT'000	Inc %	1H FY2008 MT'000	1H FY2007 * MT'000	Inc %
Merchandising & Processing						
- Palm & laurics	4,645	3,394	36.9%	9,286	5,618	65.3%
- Oilseeds & grains	3,297	2,100	57.0%	6,181	4,198	47.2%
Total	7,942	5,494	44.6%	15,467	9,816	57.6%
Consumer Products	694	154	350.6%	1,562	259	503.1%

Three Months Period Ended 30 June 2008

	2Q FY2008		2Q FY2007 *		Variance	
	US$'000	%	US$'000	%	US$'000	%
Revenue						
- Merchandising & Processing	6,959,881	88.9%	2,926,626	97.9%	4,033,255	137.8%
Palm and laurics	*4,786,043*	*61.1%*	*2,212,339*	*74.0%*	*2,573,704*	*116.3%*
Oilseeds and grains	*2,173,838*	*27.8%*	*714,287*	*23.9%*	*1,459,551*	*204.3%*
- Consumer Products	1,148,420	14.7%	83,900	2.8%	1,064,520	1268.8%
- Plantation and Palm Oil Mills	371,843	4.7%	175,229	5.9%	196,614	112.2%
- Others	248,028	3.2%	80,124	2.7%	167,904	209.6%
Elimination	(898,051)	(11.5%)	(277,359)	(9.3%)	620,692	223.8%
Total revenue	**7,830,121**	**100.0%**	**2,988,520**	**100.0%**	**4,841,601**	**162.0%**

Six Months Period Ended 30 June 2008

	1H FY2008		1H FY2007 *		Variance	
	US$'000	%	US$'000	%	US$'000	%
Revenue						
- Merchandising & Processing	12,936,166	86.4%	4,794,224	96.6%	8,141,942	169.8%
Palm and laurics	*8,909,163*	*59.5%*	*3,333,642*	*67.1%*	*5,575,521*	*167.3%*
Oilseeds and grains	*4,027,003*	*26.9%*	*1,460,582*	*29.5%*	*2,566,421*	*175.7%*
- Consumer Products	2,602,106	17.4%	177,767	3.6%	2,424,339	1363.8%
- Plantation and Palm Oil Mills	729,546	4.9%	285,185	5.7%	444,361	155.8%
- Others	433,974	2.9%	138,466	2.8%	295,508	213.4%
Elimination	(1,730,492)	(11.6%)	(430,700)	(8.7%)	1,299,792	301.8%
Total revenue	**14,971,300**	**100.0%**	**4,964,942**	**100.0%**	**10,006,358**	**201.5%**

* Year 2007 consolidated figures have been restated to include the results of IPT Assets.

Three Months Period Ended 30 June 2008

	2Q FY2008		2Q FY2007 *		Variance	
	US$'000	%	US$'000	%	US$'000	%
Profit before tax						
- Merchandising & Processing	287,106	65.4%	81,568	63.2%	205,538	252.0%
Palm and laurics	*139,966*	*31.9%*	*48,571*	*37.6%*	*91,395*	*188.2%*
Oilseeds and grains	*147,140*	*33.5%*	*32,997*	*25.6%*	*114,143*	*345.9%*
- Consumer Products	12,203	2.8%	5,338	4.1%	6,865	128.6%
- Plantation and Palm Oil Mills	79,617	18.1%	23,509	18.2%	56,108	238.7%
- Others	30,475	6.9%	3,596	2.8%	26,879	747.5%
- Share of results of associates	29,105	6.6%	15,034	11.7%	14,071	93.6%
- Unallocated income #	718	0.2%	-	0.0%	718	100.0%
Total profit before tax	**439,224**	**100.0%**	**129,045**	**100.0%**	**310,179**	**240.4%**

Six Months Period Ended 30 June 2008

	1H FY2008		1H FY2007 *		Variance	
	US$'000	%	US$'000	%	US$'000	%
Profit before tax						
- Merchandising & Processing	617,647	66.1%	124,057	61.8%	493,590	397.9%
Palm and laurics	*265,711*	*28.4%*	*82,498*	*41.1%*	*183,213*	*222.1%*
Oilseeds and grains	*351,936*	*37.7%*	*41,559*	*20.7%*	*310,377*	*746.8%*
- Consumer Products	28,165	3.0%	7,467	3.7%	20,698	277.2%
- Plantation and Palm Oil Mills	164,809	17.6%	36,157	18.0%	128,652	355.8%
- Others	61,628	6.6%	4,535	2.3%	57,093	1258.9%
- Share of results of associates	56,603	6.1%	28,520	14.2%	28,083	98.5%
- Unallocated income #	5,234	0.6%	-	0.0%	5,234	100.0%
Total profit before tax	**934,086**	**100.0%**	**200,736**	**100.0%**	**733,350**	**365.3%**

* Year 2007 consolidated figures have been restated to include the results of IPT Assets.

Unallocated income refers to the net gain from changes in fair value of embedded derivatives of convertible bonds offsetted by the accrual of interest expense on convertible bonds.

Merchandising and Processing ("M&P") segment – Palm and Laurics

Revenue of US$4.8 billion was 116.3% higher in 2Q FY2008 as compared to 2Q FY2007, given increased sales volume and firmer CPO prices. Volume was up 36.9% to 4.6 million metric tones with full quarter's contributions from the merger with KG, coupled with increased demand from China, India, Europe, Russia and the Middle East.

Strong operating margins in 2Q FY2008 as a result of higher industry processing margins and full merger synergies boosted pre-tax profit to US$140.0 million, registering an increase of 188.2% year on year. The industry saw an expansion in processing margins helped by increased supply of raw material and increased demand for refined products.

Revenue for 1H FY2008 also rose 167.3% to US$8.9 billion on the back of increased volume of 9.3 million metric tones, up 65.3% from a year ago.

With two consecutive quarters of good showing in this segment, pre-tax profits for the 1st half of 2008 stood at US$265.7 million, an increase of 222.1% from a year ago.

Merchandising and Processing ("M&P") segment – Oilseeds and Grains

Revenue grew by 204.3% to US$2.2 billion in 2Q 2008 due to higher bean and oilseed prices and higher sales volume.

2Q FY2008's sales volume grew by 57.0% for the current quarter to 3.3 million metric tons as compared to 2Q FY2007 which reported much lower sales volume as sales was affected by the blue ear disease in the livestock industry.

The stronger sales volume together with improved crushing margins resulted in significantly higher growth in earnings for 2Q FY2008, as pre-tax profits jumped by 345.9% to US$147.1 million from US$33.0 million in 2Q FY2007.

For 1H FY2008, revenue rose to US$4.0 billion, an increase of 175.7% over 1H FY2007 on the back of high sales volume and high product prices.

This segment performed well for the first half of this year, reflecting recovery in the livestock industry in 1H FY2008, and showing better crushing margins. Profit before tax was US$351.9 million, a sharp increase of 746.8% over 1H FY2007's profit of US$41.6 million.

Consumer Products segment

Current second quarter sales rose 350.6% from 154,000 metric tons in 2Q FY2007 to 694,000 metric tons in 2Q FY2008, due mainly to the inclusion of KG's consumer product volume in China and Vietnam. Revenue increased substantially by 1268.8% due to both the high sales volume and firmer product prices which were in line with the higher commodities prices as compared to 2Q FY2007.

Earnings for this segment were however affected by the rising raw materials cost and in China, it was aggravated by the Group not raising the selling prices as a result of the price control measures. These measures on basic items were imposed to curb inflation in January 2008, and though the Group had obtained the approval for a 10% price increase in April 2008, it did not proceed to adjust the selling prices during the quarter in view of softening edible oil prices.

Profit before tax recorded an increase of 128.6% from US$5.3 million to US$12.2 million in the current quarter.

Sales volume in the first half of the year increased 503.1%, to 1.56 million metric tons, aided by the traditionally higher sales volume in the first quarter.

Revenue rose from US$177.8 million in 1H FY2007 to US$2.6 billion in 1H FY2008 whilst pre-tax profits jumped by 277.2% from US$7.5 million to US$28.2 million.

Plantation and Palm Oil Mills segment

Revenue from Plantation and Palm Oil Mills segment increased by US$196.6 million or 112.2% to US$371.8 million due both to the higher CPO price and higher production volume compared to 2Q FY2007. Fresh fruit bunches (FFB) production grew by 73.7% and CPO production also rose by 47.7% as a result of increased mature hectarage and full 3 months' contributions from PPBOP in 2Q 2008 versus 1 month in 2Q FY2007. Production yield for 2Q FY2008 at 5.0 metric ton per hectare was higher than the 4.9 metric ton per hectare achieved in 2Q FY2007.

Pre-tax profit for 2Q FY2008 more than tripled to US$79.6 million from 2Q FY2007, boosted by high CPO prices and increased FFB production.

Revenue for the first half of 2008 rose by 155.8% from US$285.2 million last year to US$729.5 million on improved production volume and the high CPO prices. Production yield improved from 9.3 metric ton per hectare in 1H FY2007 to 10.0 metric ton per hectare in the current half year period.

Profit before tax for 1H FY2008 rose by 355.8% from US$36.2 million in 1H FY2007 to US$164.8 million, on the back of higher CPO prices and higher production volume.

Others segment

Revenue from this segment increased from US$80.1 million in 2Q FY2007 to US$248.0 million on account of higher fertilizer sales on the back of higher volume sales (grew by 12%) and prices which had more than doubled since last year.

Profit before tax increased significantly from US$3.6 million in 2Q FY2007 to US$30.5 million in 2Q FY2008, largely attributed to improved margins in fertilizers which benefited from higher selling prices and higher demand.

1H FY2008 revenue of US$434.0 million, mainly attributed to fertilizer sales tripled that of 1H FY2007.

Profit before tax for 1H FY2008 rose to US$61.6 million from US$4.5 million in 1H FY2007. The strong earnings in the current half year period were largely due to the favourable earnings in fertilizers for 2 consecutive quarters and also to shipping operations profits which included profit from the disposal of two vessels in the first quarter.

Review of Balance Sheet and Cash Flows

Biological assets grew by US$49.1 million from 31 December 2007, as a result of planting and development costs both in Malaysia and Indonesia.

Net book value of property, plant and equipment rose by US$339.8 million from 31 December 2007. Major additions in the current half year to 30 June include flour mills, crushing plants, oleochemical plant, refinery and fractionation plants in China; the purchase of new vessels, new refinery in Germany, as well expansion on the Group's existing plant and facilities in China, Malaysia and Indonesia.

Inventory rose by US$1.0 billion to US$4.6 billion, due mainly to the rising commodity prices during the half year under review, as well as to the higher stockholding, reflecting the growth of the Group's business activities. The Group's average inventory turnover was marginally higher at 57 days, compared to 56 days as at 31 December 2007.

The Group's average trade receivables turnover and trade payable turnover as at 30 June 2008 were lower, at 18 days and 15 days as compared to 21 days and 16 days respectively as at 31 December 2007.

Other receivables included advances to suppliers, deposits, prepayments and loans and non-trade advances to associated companies.

Cash and bank balances rose by US$2.01 billion from US$967.6 million as at 31 December 2007 to US$2.98 billion as at 30 June 2008. Included here were restricted cash and bank balances of US$2.02 billion placed as pledges for the Group's bank facilities. Total cash and bank balances held for working capital purpose by the Group was US$763 million whilst the balance were placed on short term deposits with banks.

Interest-bearing loans and borrowings (current) hence increased by US$2.45 billion to fund the increased working capital of the Group. Non current bank loans and borrowings increased by US$383.9 million to US$1.2 billion mainly due to a US$400 million club loan facility secured in April 2008. The non-current borrowings also included the US$600 million convertible bonds issued in December 2007.

Net cash flow generated from operating activities for 1H FY2008 was a negative US$278.7 million as a result of 2Q 2008's higher working capital requirements. This was due mainly to the huge financing required on the Group's higher carrying stockholding due to the higher prices and increased sales volume. Despite the negative cash flow at the operating level, the Group was also able to fund its investing activities from existing bank facilities and the new US$400 million club deal loan, thereby generating a positive net cash flow of US$319.8 million for the half year ended 30 June.

Utilization of the US$600 million convertible bond proceeds received on 18 December 2007 was as follows:

Capital expenditure	US$250 million
Repayment of debt facilities	US$100 million
Working capital/ short term deposits	US$238 million
Fees and expenses on convertible bonds	US$ 12 million
Total Convertible Bond Proceeds	US$600 million

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

Prices of commodities, including palm oil have been on a downward trend since early July 2008. Given ample supply from both Malaysia and Indonesia and moderating demand due to a slowing global economy; and barring deteriorating weather in US and sharp rise in energy prices, palm oil prices are likely to remain subdued for the rest of the year.

While lower edible oil prices will affect plantation earnings, it is expected to benefit the Group's downstream businesses. In addition, the Group's businesses in China are expected to perform well. Despite some anticipated moderation, China's economic growth will still be relatively high. Therefore, the Group is optimistic that its performance for the year will be satisfactory.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None.

(c) 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.

(d) Date Payable

Not applicable.

(e) Books Closure Date

Not applicable.

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

Not applicable.

13. Interested Person Transactions

Name of Interested Person	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)	Aggregate value of all Interested Person Transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than SGD100,000)*
	2Q FY2008 US$'000	**2Q FY2008 US$'000**
Archer Daniels Midland Group	3,745	2,072,246
Wilmar International Holdings Limited	NIL	NIL
Wilmar Holdings Pte Ltd Group	NIL	154
Kuok Khoon Ean's Associates	2,563	NIL
Martua Sitorus' Associates	NIL	13,236
Kuok Khoon Hong's Associates	NIL	NIL
PPB Group	11,093	NIL
Kuok Brothers Sdn Bhd	91	NIL

BY ORDER OF THE BOARD

……..……
KUOK KHOON HONG
Chief Executive Officer

14 August 2008

WILMAR INTERNATIONAL LIMITED *(REG. NO. 199904785Z)*

Unaudited Financial Statements for the Second Quarter Ended 30 June 2008

CONFIRMATION BY THE BOARD

We, Kuok Khoon Hong and Chua Phuay Hee, being two 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 material has come to the attention of the board of directors of the Company which may render the 6 months period ended 30 June 2008 financial results to be false or misleading in any material respect.

On behalf of the Board,

……	……
KUOK KHOON HONG	CHUA PHUAY HEE
Chief Executive Officer	Director

14 August 2008