

## ACQUISITIONS AND DISPOSALS :: CHANGES IN COMPANY'S INTEREST :: PROPOSED INVESTMENT IN VFM-WILMAR FLOUR MILLS COMPANY LIMITED, VIETNAM

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\* Asterisks denote mandatory information

<b>Name of Announcer *</b>	WILMAR INTERNATIONAL LIMITED
<b>Company Registration No.</b>	199904785Z
<b>Announcement submitted on behalf of</b>	WILMAR INTERNATIONAL LIMITED
<b>Announcement is submitted with respect to *</b>	WILMAR INTERNATIONAL LIMITED
<b>Announcement is submitted by *</b>	COLIN TAN TIANG SOON
<b>Designation *</b>	COMPANY SECRETARY
<b>Date &amp; Time of Broadcast</b>	15-Feb-2012 18:21:51
<b>Announcement No.</b>	00094

&gt;&gt; ANNOUNCEMENT DETAILS

The details of the announcement start here ...

<b>Announcement Title *</b>	Proposed Investment in VFM-Wilmar Flour Mills Company Limited, Vietnam
<b>Description</b>	<p>Wilmar International Limited ("Wilmar") wishes to announce that its wholly-owned subsidiary, Siteki Investments Pte Ltd ("Siteki"), has on 15 February 2012, entered into an agreement ("Members' Contract") with Glowland Limited, a wholly-owned subsidiary of FFM Berhad ("FFM"), which is an 80% owned subsidiary of PPB Group Berhad ("PPB") pursuant to which Siteki and Glowland have agreed to establish a limited liability company in Vietnam to be called VFM-Wilmar Flour Mills Company Limited ("VFM-Wilmar") for the purpose of carrying out the business of wheat flour milling and the sale of flour, flour-based products and by-products. Siteki and Glowland will respectively own 49% and 51% of the registered (charter) capital of VFM-Wilmar. VFM-Wilmar will have a charter capital of USD10,220,000, of which Siteki's 49% share will be USD5,007,800. The total investment capital of VFM-Wilmar is USD47,439,000 which is the sum of the investment in capital expenditure of USD25,550,000 and the estimated working capital of USD21,889,000. The investment in capital expenditure of USD25,550,000 will be funded by Siteki and Glowland in proportion to their respective equity interest in VFM-Wilmar. Siteki's investment in VFM-Wilmar will be funded by internal funds and/or bank borrowings. The proposed investment in VFM-Wilmar is not expected to have any material effect on the consolidated net earnings per share of Wilmar for the financial year ending 31 December 2012.</p> <p>The Members' Contract is subject to the granting of an investment certificate by the relevant authorities in Vietnam allowing Siteki and Glowland to register VFM-Wilmar to operate under the relevant laws in Vietnam.</p> <p>Rationale for the transaction</p> <p>The proposed investment by Siteki and Glowland in VFM-Wilmar will enable Wilmar to benefit from FFM's technical expertise in the flour milling business which has been built up over the years since it started its first flour mill in Malaysia in 1966. FFM today owns and operates five flour mills in Malaysia, one each in Vietnam and Indonesia, and has substantial interest in a flour mill in Thailand.</p> <p>Interest of Directors and Controlling Shareholders of Wilmar</p> <p>Save for PPB, a controlling shareholder of Wilmar, Mr Kuok Khoon Chen, a director of Wilmar and also of FFM and Kuok Brothers Sdn Berhad ("KB"), the holding company of PPB and Mr Kuok Khoon Ean, a director of Wilmar and also of KB, none of the other controlling shareholders or directors of Wilmar has an interest in the</p>

	<p>abovementioned transaction.</p> <p>Issued by Wilmar International Limited 15 February 2012</p>
<b>Attachments</b>	Total size = <b>0</b> (2048K size limit recommended)