



INTERIM REPORT
30 JUNE 2005

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INTERIM STATEMENT

After three years of rising profits I have to report a lower result for the first half of 2005, due mainly to lower crude palm oil (CPO) prices, as indicated at the Annual General Meeting in June 2005. The outlook for the second half of 2005 is significantly better.

In spite of group FFB production and bought in crop 6% and 19% ahead of the same period in 2004, group turnover for the six months declined by 27% to \$24.3 million. Profit before tax fell 39% to \$7.6 million. As well as the effect of lower CPO prices, a larger loss was also incurred at Bina Pitri estate, in the province of Riau, where rehabilitation effort expended there is not likely to show results until 2006.

With a higher tax charge incurred on dividends declared from our Indonesian subsidiaries, the group's earnings per share for the six months were 10.7 cts compared to 18.2 cts for the same period in 2004.

The above profits and earnings figures are calculated after applying International Financial Reporting Standards (IFRS) which became mandatory for all UK listed companies for accounting periods commencing on or after 1 January 2005. The effect of these standards and the restatement of prior period results is dealt with later on in this report.

Group cash at 30 June 2005 was \$9.3 million against bank loans outstanding of \$8.6 million. During the first six months, capital expenditure amounted to \$4.1 million and loan repayments were \$2.6 million. There are further loan repayments of \$2.4 million to be made by October 2005, after which the original \$8.0 million bank loan raised to fund the Bengkulu project will be completely repaid. Capital expenditure will continue at a high level but the net cash position is expected to improve in the second half of 2005.

Production and Sales	2005 6 months to 30 June (unaudited) mt	2004 6 months to 30 June (unaudited) mt	2004 year to 31 Dec (audited) mt
Oil palm production			
FFB			
- all estates	195,917	184,260	428,657
- bought in or processed for third parties	143,807	120,763	241,359
Saleable crude palm oil (CPO)	67,327	54,258	118,197
Saleable palm kernel	16,014	13,025	28,526
Oil palm sales			
CPO	66,908	55,953	119,250
Kernel	16,070	12,545	28,315
FFB sold outside	24,567	43,406	107,844
Other crops production			
Rubber	396	729	1,370
Cocoa	73	80	208

All FFB production at the North Sumatra estates, with the exception of Tasik, increased from last year. FFB production at Tasik was down 17%. This may be a reaction to the high yields in the previous two years. FFB production at Bengkulu was 19% ahead of the same period last year. FFB production at the Cenderung estates in Malaysia recorded a 20% increase over the same period last year.

INTERIM STATEMENT

The group's total bought in crop was 23,044 mt higher than the first half of 2004. Again, the growth was not evenly spread between our three mills – the new Blankahan mill began purchasing outside crop for the first time in February 2005 and the Bengkulu mill enjoyed the benefit of the increase in mill capacity from 40 mt/hr to 60 mt/hr in October 2004. Bought in crop at our Tasik mill fell 30% compared to the first half of 2004 in the face of stiff local competition.

Produce Prices

The CPO price fluctuated in a fairly narrow range between \$395/mt and \$440/mt during the first half of 2005, averaging \$417/mt. This compared less favourably to the average price of \$502/mt for the first half of 2004 and of \$460/mt for 2004 as a whole. The average for the three months to September 2005 has been \$412/mt and the spot price has recently improved to \$430/mt.

The rubber price, which was already high, strengthened steadily throughout the first half of the year, from \$1,183/mt to \$1,554/mt. Cocoa prices were also very favourable.

Development

The group's planted areas at 30 June 2005 were as follows:

	Mature ha	Immature ha	Total ha
North Sumatra	9,914	418	10,332
Bengkulu	9,739	3,094	12,833
Riau	3,992	57	4,049
Indonesia	23,645	3,569	27,214
Malaysia	3,478	285	3,763
Total: 30 June 2005	27,123	3,854	30,977
Total: 31 December 2004	<u>26,263</u>	<u>4,510</u>	<u>30,773</u>
Total: 30 June 2004	<u>25,857</u>	<u>3,797</u>	<u>29,654</u>

New planting at Bengkulu amounted to only 306 ha. The progress was slowed by protracted negotiations with local villagers for compensation. The rate of planting has improved in recent weeks and it remains our aim to complete the remaining 1,700 ha in Bengkulu by the end of 2006.

From our initial application for 2,000 ha, we have obtained a formal right of use over a further 760 ha of land in Bina Pitri. This area has been prepared ready for planting over the second half of 2005 and will bring Bina Pitri to a total area of almost 5,000 ha. It is unlikely we shall be granted any further rights in the neighbourhood of Bina Pitri in the near future.

Site preparation for a 40 mt/hr mill expandable to 60 mt/hr at Bina Pitri has commenced. Completion of this mill is expected in mid 2007.

An oil palm seedling nursery has been established at Labuhan Bilik, the area in North Sumatra acquired in December 2004. Following a survey, this area is now estimated at 5,150 ha.

We continue to look for further opportunities in Indonesia.

INTERIM STATEMENT

International Accounting Standards

As mentioned above, the financial statements for the six months to 30 June 2005 have been prepared under IFRS and the comparative figures for 2004, which were originally prepared under UK general accounting principles (UKGAAP), have been re-stated accordingly. In summary, the results on the two bases are:

	2005 6 months to 30 June \$'000	<i>2004</i> <i>6 months</i> <i>to 30 June</i> <i>\$'000</i>	<i>2004</i> <i>Year</i> <i>to 31 Dec</i> <i>\$'000</i>
Profit before tax			
- UKGAAP	7,174	12,031	24,808
- IFRS	7,640	12,528	27,098
EPS – basic			
- UKGAAP	5.3p	9.6p	18.8p
- IFRS	5.7p	10.0p	20.6p
	30 June 2005	<i>30 June</i> <i>2004</i>	<i>31 Dec</i> <i>2004</i>
Net asset value per share			
- UKGAAP	152p	134p	135p
- IFRS	134p	116p	120p

Reconciliation between the results based on UKGAAP and IFRS are set out in Note 6 to the interim financial statements. There are five adjustments of which the most significant are:

- a credit to profit and loss account for changes in value of biological assets
- provision for deferred tax on the difference between the valuation of fixed assets in the group balance sheet and the value of those assets for local taxation purposes.

Outlook

Crop output at the Indonesian estates, particularly Tasik, has shown improvement in recent weeks. In the absence of any adverse circumstances, the group's FFB and CPO output for 2005 (which is normally biased towards the second half of the year) will set another record. If CPO prices stay at the same average price witnessed in the first half, the second half results are expected to show material improvement over the first half. While it is unlikely that the record turnover and profit of 2004 can be exceeded, and while recent increases in fuel prices will have an adverse effect on operating costs, nevertheless I expect the group to achieve a satisfactory result for the year.

Chan Teik Huat
Chairman and Chief Executive

28 September 2005

CONSOLIDATED INCOME STATEMENT

		US DOLLARS			STERLING		
		2005	2004	2004	2005	2004	2004
		6 months	6 months	year to	6 months	6 months	year to
		to 30 June	to 30 June	31 Dec	to 30 June	to 30 June	31 Dec
			restated	restated		restated	restated
		(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Notes		\$'000	\$'000	\$'000	£'000	£'000	£'000
Revenue		24,272	33,296	65,618	12,980	18,294	35,662
Cost of sales		(15,266)	(19,760)	(38,499)	(8,164)	(10,857)	(20,923)
Gross profit		9,006	13,536	27,119	4,816	7,437	14,739
Biological asset revaluation movement	3	473	504	2,304	253	277	1,252
Administration and other expenses		(1,595)	(1,433)	(2,185)	(853)	(787)	(1,188)
Exchange profits/(losses)	2	(121)	15	147	(65)	8	80
Operating profit		7,763	12,622	27,385	4,151	6,935	14,883
Interest – receivable		149	108	251	80	59	136
– payable		(332)	(243)	(612)	(178)	(134)	(332)
– capitalised		60	41	74	32	23	40
Profit before taxation		7,640	12,528	27,098	4,085	6,883	14,727
Foreign corporation tax		(2,559)	(3,040)	(7,003)	(1,368)	(1,670)	(3,806)
Foreign withholding tax		(519)	(171)	(866)	(278)	(94)	(471)
Deferred tax adjustment		194	(787)	(1,271)	103	(432)	(691)
Profit for the period		4,756	8,530	17,958	2,542	4,687	9,759
Minority interests (all equity interests)		(538)	(1,334)	(2,941)	(288)	(733)	(1,598)
		4,218	7,196	15,017	2,254	3,954	8,161
Earnings per share							
– basic		10.7cts	18.2cts	37.9cts	5.7p	10.0p	20.6p
– diluted		10.6cts	18.1cts	37.8cts	5.6p	9.9p	20.5p

CONSOLIDATED BALANCE SHEET

		US DOLLARS			STERLING		
		2005	2004	2004	2005	2004	2004
		30 June	30 June	31 Dec	30 June	30 June	31 Dec
			restated	restated		restated	restated
Notes	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
	\$'000	\$'000	\$'000	£'000	£'000	£'000	
Non-current assets							
Biological assets	3	24,485	22,313	24,012	13,678	12,328	12,506
Property, plant and equipment		106,885	94,962	103,290	59,713	52,465	53,797
		<u>131,370</u>	<u>117,275</u>	<u>127,302</u>	<u>73,391</u>	<u>64,793</u>	<u>66,303</u>
Current assets							
Inventories		2,334	2,230	1,535	1,304	1,233	800
Trade and other receivables		2,639	4,171	3,778	1,474	2,304	1,968
Retirement benefit assets		706	595	616	394	329	321
Investments		397	355	405	222	196	211
Cash and cash equivalents		9,333	6,127	14,933	5,214	3,385	7,778
		<u>15,409</u>	<u>13,478</u>	<u>21,267</u>	<u>8,608</u>	<u>7,447</u>	<u>11,078</u>
Current liabilities							
Overdrafts		(69)	(20)	(23)	(39)	(12)	(12)
Other borrowings		(3,778)	(3,621)	(5,553)	(2,110)	(2,000)	(2,892)
Trade and other payables		(4,594)	(7,089)	(9,123)	(2,559)	(3,917)	(4,753)
		<u>(8,441)</u>	<u>(10,730)</u>	<u>(14,699)</u>	<u>(4,708)</u>	<u>(5,929)</u>	<u>(7,657)</u>
Net current assets		<u>6,968</u>	<u>2,748</u>	<u>6,568</u>	<u>3,900</u>	<u>1,518</u>	<u>3,421</u>
Non-current liabilities							
Borrowings		(4,713)	(3,450)	(5,558)	(2,633)	(1,906)	(2,895)
Deferred taxation		(18,456)	(14,507)	(17,561)	(10,311)	(8,015)	(9,147)
Retirement benefit liabilities		(1,642)	(1,326)	(1,552)	(917)	(733)	(808)
Net assets		<u>113,527</u>	<u>100,740</u>	<u>109,199</u>	<u>63,430</u>	<u>55,657</u>	<u>56,874</u>
Equity							
Called-up share capital		15,481	15,319	15,424	9,984	9,895	9,952
Treasury shares		(1,387)	-	(1,387)	(722)	-	(722)
Share premium account		23,868	23,679	23,825	15,498	15,395	15,474
Share capital redemption reserve		1,087	1,087	1,087	663	663	663
Revaluation and exchange reserve		(7,255)	(7,739)	(7,286)	(6,897)	(8,082)	(8,876)
Retained earnings		<u>62,937</u>	<u>50,898</u>	<u>58,719</u>	<u>34,404</u>	<u>28,120</u>	<u>30,583</u>
Shareholders' funds - all equity interests		<u>94,731</u>	<u>83,244</u>	<u>90,382</u>	<u>52,930</u>	<u>45,991</u>	<u>47,074</u>
Minority interests - all equity interests		<u>18,796</u>	<u>17,496</u>	<u>18,817</u>	<u>10,500</u>	<u>9,666</u>	<u>9,800</u>
Total capital employed		<u>113,527</u>	<u>100,740</u>	<u>109,199</u>	<u>63,430</u>	<u>55,657</u>	<u>56,874</u>

CONSOLIDATED CASH FLOW STATEMENT

	US DOLLARS			STERLING		
	2005	2004	2004	2005	2004	2004
	6 months	6 months	year to	6 months	6 months	year to
	to 30 June	to 30 June	31 Dec	to 30 June	to 30 June	31 Dec
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
	\$'000	\$'000	\$'000	£'000	£'000	£'000
Profit before tax	7,640	12,528	27,098	4,085	6,883	14,727
Adjustments for:						
Interest receivable	(149)	(108)	(251)	(80)	(59)	(136)
Interest payable	272	202	538	146	111	292
Depreciation	1,926	1,475	2,917	1,030	810	1,585
Profit on sale of fixed assets	(35)	(6)	(17)	(19)	(3)	(9)
Movement in value of biological assets	(473)	(504)	(2,304)	(253)	(277)	(1,252)
Movement in market value of investments	7	(41)	(91)	4	(23)	(49)
Foreign exchange	(254)	(508)	163	292	(428)	(476)
Operating cash flow before changes in working capital	8,934	13,038	28,053	5,205	7,014	14,682
(Increase)/decrease in inventories	(798)	(517)	178	(427)	(284)	97
Decrease/(increase) in trade and other receivables	177	(1,610)	57	95	(855)	31
Increase in trade and other payables	218	2,671	810	117	1,468	440
Cash inflow from operating activities	8,531	13,582	29,098	4,990	7,343	15,250
Interest paid	(332)	(243)	(612)	(178)	(134)	(334)
Overseas tax paid	(6,587)	(4,373)	(6,928)	(3,522)	(2,403)	(3,766)
Net cash flow from operating activities	1,612	8,966	21,558	1,290	4,806	11,150
Investing activities						
Property, plant and equipment						
– purchase	(4,073)	(4,475)	(11,247)	(2,178)	(2,459)	(6,111)
– sale	68	7	112	36	4	61
Purchase of subsidiary	-	(9,575)	(4,777)	-	(5,261)	(2,596)
Interest received	149	108	251	80	59	136
Net cash used in investing activities	(3,856)	(13,935)	(15,661)	(2,062)	(7,657)	(8,510)

CONSOLIDATED CASH FLOW STATEMENT (CONTINUED)

	US DOLLARS			STERLING		
	2005	2004	2004	2005	2004	2004
	6 months	6 months	year to	6 months	6 months	year to
	to 30 June	to 30 June	31 Dec	to 30 June	to 30 June	31 Dec
		restated	restated		restated	restated
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
	\$'000	\$'000	\$'000	£'000	£'000	£'000
Financing activities						
Dividends paid by parent company	-	(2,375)	(2,375)	-	(1,305)	(1,291)
Share options exercised	100	-	251	53	-	136
Purchase of own shares	-	-	(1,387)	-	-	(754)
Repayment of existing long term loans	(2,585)	(1,011)	(2,023)	(1,382)	(555)	(1,100)
Repayment of loans in newly acquired subsidiary	-	-	(4,154)	-	-	(2,258)
Drawdown of new long term loan	-	-	5,000	-	-	2,717
Finance lease (repayment)	(35)	(9)	(15)	(19)	(5)	(8)
Dividends paid to minority shareholders	(2,028)	(637)	(699)	(1,084)	(351)	(379)
Repayment by/(advance) to minority shareholders	693	-	(693)	371	-	(377)
Subscriptions to subsidiary share capital by minority shareholders	453	-	-	242	-	-
Net cash used in financing activities	<u>(3,402)</u>	<u>(4,032)</u>	<u>(6,095)</u>	<u>(1,819)</u>	<u>(2,216)</u>	<u>(3,314)</u>
(Decrease) in cash and cash equivalents	(5,646)	(9,001)	(198)	(2,591)	(5,067)	(674)
Cash and cash equivalents less overdrafts						
At beginning of period	14,910	15,108	15,108	7,766	8,440	8,440
At end of period	<u>9,264</u>	<u>6,107</u>	<u>14,910</u>	<u>5,175</u>	<u>3,373</u>	<u>7,766</u>

ANALYSIS OF NET CASH/(DEBT)

	US DOLLARS			STERLING		
	2005	2004	2004	2005	2004	2004
	30 June	30 June	31 Dec	30 June	30 June	31 Dec
		restated	restated		restated	restated
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
	\$'000	\$'000	\$'000	£'000	£'000	£'000
Cash	9,333	6,127	14,933	5,214	3,385	7,778
Overdrafts	(69)	(20)	(23)	(39)	(12)	(12)
	<u>9,264</u>	<u>6,107</u>	<u>14,910</u>	<u>5,175</u>	<u>3,373</u>	<u>7,766</u>
Borrowings due within one year	(3,761)	(3,621)	(5,535)	(2,101)	(2,000)	(2,891)
Borrowings due after one year	(4,713)	(3,380)	(5,524)	(2,633)	(1,867)	(2,868)
Finance leases	(18)	(70)	(52)	(10)	(39)	(27)
	<u>772</u>	<u>(964)</u>	<u>3,799</u>	<u>431</u>	<u>(533)</u>	<u>1,979</u>

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2004
AND FOR THE SIX MONTHS ENDED 30 JUNE 2005 (RESTATED AND UNAUDITED)

	Attributable to equity holders of the parent						
	Share capital	Treasury shares	Share premium	Share redemption reserve	Share capital and Revaluation exchange reserve	Retained earnings	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 31 December 2003	15,319	-	23,679	1,087	5,375	43,702	108,391
Changes in accounting policy	-	-	-	-	(11,419)	2,375	(11,367)
Restated balance	15,319	-	23,679	1,087	(6,044)	46,077	97,024
Changes in equity for 2004							
Surplus/(deficit) on revaluation of estates	-	-	-	-	8,280	-	8,280
Deferred tax on revaluation	-	-	-	-	(3,498)	-	(3,498)
(Loss)/profit on exchange translation	-	-	-	-	(6,024)	-	(6,024)
Net income recognised directly in equity	-	-	-	-	(1,242)	-	(1,242)
Profit for period	-	-	-	-	-	15,017	15,017
Total recognised income and expense for the period	-	-	-	-	(1,242)	15,017	13,775
Dividends paid	-	-	-	-	-	(2,375)	(2,375)
Share capital subscription	105	-	146	-	-	-	251
Purchase of treasury shares	-	(1,387)	-	-	-	-	(1,387)
Purchase of interest in a subsidiary	-	-	-	-	-	-	-
Balance at 31 December 2004	15,424	(1,387)	23,825	1,087	(7,286)	58,719	109,199
Changes in equity for six months to 30 June 2005							
Surplus/(deficit) on revaluation of estates	-	-	-	-	4,491	-	4,491
Deferred tax on revaluation	-	-	-	-	(1,039)	-	(1,039)
(Loss)/profit on exchange translation	-	-	-	-	(3,421)	-	(3,421)
Net income recognised directly in equity	-	-	-	-	31	-	31
Profit for period	-	-	-	-	-	4,218	4,218
Total recognised income and expense for the period	-	-	-	-	31	4,218	4,249
Dividends paid	-	-	-	-	-	-	-
Share capital subscription	57	-	43	-	-	-	100
Balance at 30 June 2005	15,481	(1,387)	23,868	1,087	(7,255)	62,937	113,527

ANGLO - EASTERN PLANTATIONS PLC

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NOTES TO THE INTERIM STATEMENTS

1. Basis of preparation of interim financial statements and adoption of International Financial Reporting Standards

The financial information in this statement does not constitute full statutory accounts within the meaning of Section 240 of the Companies Act 1985. Full statutory accounts for the year ended 31 December 2004 incorporating an unqualified auditors' report have been delivered to the Registrar of Companies.

The interim statements for the six months ended 30 June 2005 and 30 June 2004 are unaudited. Those for the six months ended 30 June 2005 were approved by the board on 28 September 2005. The results are prepared in accordance with those International Financial Reporting Standards (IFRS) which are expected to be endorsed by the European Union and to apply to the 2005 full year results. The financial statements for the year ended 31 December 2004 and for the six months ended 30 June 2004 were originally prepared under generally accepted UK accounting policies (UKGAAP). The comparative figures for the year ended 31 December 2004 are an extract from the financial statements for the year and, together with the financial statements for the six months ended 30 June 2004, have been restated to comply with IFRS. These adjustments, which have not been audited, are set out in Note 6 of this statement and comprise:

- a) **Biological assets:** IAS 41 requires separate balance sheet disclosure of the value of biological assets and requires a charge or credit to profit and loss account for changes in value of those biological assets. This adjustment is referred to as "BA adjustment" in Note 6. Under UKGAAP biological assets were not separately identified and no charge or credit was made in respect of movement in their value. The effect of the restatements relating to biological assets is stated in Note 3.
- b) **Deferred tax:** IAS 12 requires tax to be provided on the surplus of the fixed asset valuations over local tax carrying values of those assets. While in previous periods this figure has been included only as a note in the financial statements, its inclusion in the balance sheet at 30 June 2005 results in a reduction in reported net assets of \$19,125,000. At 31 December 2004 and 30 June 2004 the respective reductions were \$17,920,000 and \$14,823,000.
- c) **Share options:** IFRS 2 requires the fair value of employee share options issued since November 2002 and outstanding at the relevant balance sheet date to be expensed over the vesting period of those options. No such charge was made under UKGAAP. The effect of these adjustments is not significant.
- d) **Employee retirement liabilities:** The group has always provided in full for the unfunded liabilities under its various pension and retirement benefit schemes. Contrary to practice under UKGAAP, IAS 19 requires the assets of any separately funded scheme to be included in the balance sheet. The assets of the defined benefit scheme for labour in Indonesia have therefore been included in the balance sheet. This has no effect on net asset value.
- e) **Dividends:** IAS 10, which deals with post balance sheet events, requires dividends not declared by the year end be excluded from the results. Previously, proposed dividends not declared by the year end were included as a deduction from profit in the year prior to being declared at the subsequent annual general meeting. Where dividends have risen in consecutive years, as is the case recently for the group, the effect of replacing a provision for a proposed dividend with actual dividends paid is to increase slightly the reported net asset value of the group.

NOTES TO THE INTERIM STATEMENTS

2. Foreign exchange

	2005	<i>2004</i>	<i>2004</i>
	6 months	<i>6 months</i>	<i>year to</i>
	to 30 June	<i>to 30 June</i>	<i>31 Dec</i>
	(unaudited)	<i>(unaudited)</i>	<i>(audited)</i>
	\$'000	<i>\$'000</i>	<i>\$'000</i>
Average exchange rates			
Rp:\$	9,444	<i>8,793</i>	<i>9,001</i>
£:£	1.87	<i>1.65</i>	<i>1.84</i>
RM:\$	3.80	<i>3.80</i>	<i>3.80</i>
Closing exchange rates			
Rp:\$	9,713	<i>9,415</i>	<i>9,290</i>
£:£	1.79	<i>1.79</i>	<i>1.92</i>
RM:\$	3.80	<i>3.80</i>	<i>3.80</i>

At 30 June 2005, there was an exchange translation deficit of \$182,000 (30 June 2004: deficit \$(130,000)) arising on net third party US dollar borrowings by three Indonesian subsidiaries; in view of the unpredictability of the rupiah:dollar exchange rate, this was held in exchange reserves at 30 June 2005 pending determination of the final profit or loss at 31 December 2005.

3. Biological assets

Group fixed assets continued to be valued in total on the same "value in use" basis as in previous years. Within this total, the value of biological assets has been estimated separately and, as required by IAS 41, the movement in value of biological assets has been credited in the periods in question to profit and loss account. In the half years ended 30 June 2005 and 2004 the credits before tax were \$473,000 and \$504,000 respectively. In the year to 31 December 2004 the credit was considerably larger, at \$2,304,000, reflecting the relatively large increase in valuation of fixed assets in 2004 as a whole.

4. Dividend

The final and only dividend in respect of 2004, amounting to 8.0cts per share, or \$3,147,000, was paid on 6 July 2005. (2003: 6cts per share, or \$2,375,000, paid on 8 June 2004).

5. Shares in issue

	US DOLLARS		
	2005	<i>2004</i>	<i>2004</i>
	6 months	<i>6 months</i>	<i>year to</i>
	to 30 June	<i>to 30 June</i>	<i>31 Dec</i>
	(unaudited)	<i>(unaudited)</i>	<i>(audited)</i>
	'000	<i>'000</i>	<i>'000</i>
Average for purposes of calculating EPS	39,359	<i>39,581</i>	<i>39,609</i>
At period end	39,460	<i>39,581</i>	<i>39,336</i>

468,000 shares held in Treasury from December 2004 excluded from above figures.

NOTES TO THE INTERIM STATEMENTS

6. Restatement adjustments arising from introduction of IFRS (unaudited)

Figures in brackets = (credit)

Reference letters refer to the description of the adjustments set out in Note 1

INCOME STATEMENT	6mths to 30 Jun 2005				6mths to 30 Jun 2004				Year to 31 December 2004			
	UKGAAP		IFRS		UKGAAP		IFRS		UKGAAP		IFRS	
	Ref	adj	Ref	adj	Ref	adj	Ref	adj	Ref	adj	Ref	adj
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Profit before tax and BA adjustment	(7,174)	7	(7,167)		(12,031)	7	(12,024)		(24,808)	14	(24,794)	
BA adjustment	-	(473)	(473)		-	(504)	(504)		-	(2,304)	(2,304)	
Profit before tax	(7,174)	(466)	(7,640)		(12,031)	(497)	(12,528)		(24,808)	(2,290)	(27,098)	
Taxation												
Corporation tax	3,078		3,078		3,211		3,211		7,869		7,869	
Deferred tax	(336)	142	(194)		636	a	151	787	581	a	691	1,271
Profit after tax	2,742	142	2,884		3,847	151	3,998		8,450	691	9,140	
Minority interests	(4,432)	(324)	(4,756)		(8,184)	(346)	(8,530)		(16,358)	(1,599)	(17,958)	
Distributable profit	522	16	538		1,306	a	1,334		2,694	a	2,941	
Dividends	(3,910)	(308)	(4,218)		(6,878)	(318)	(7,196)		(13,664)	(1,353)	(15,017)	
Retained	-	-	-		-	e	2,375	2,375	3,147	e	(772)	2,375
	(3,910)	(308)	(4,218)		(6,878)	2,057	(4,821)		(10,517)	(2,125)	(12,642)	

NOTES TO THE INTERIM STATEMENTS

6. Restatement adjustments arising from introduction of IFRS (unaudited) (continued)

BALANCE SHEET	30 June 2005			30 June 2004			31 December 2004		
	UKGAAP	Ref	IFRS adj	IFRS \$'000	UKGAAP	Ref	IFRS adj	IFRS \$'000	IFRS \$'000
Biological assets	\$'000			\$'000	\$'000			\$'000	\$'000
Property, plant & equipment	-	a	24,485	24,485	-	a	22,313	22,313	24,012
Non-current assets	131,370	a	(24,485)	106,885	117,275	a	(22,313)	94,962	103,290
Inventories	131,370		-	131,370	117,275		-	117,275	127,302
Trade and other receivables	2,334		-	2,334	2,230		-	2,230	1,535
Retirement benefit assets	2,639		-	2,639	4,171		-	4,171	3,778
Investments	-	d	706	706	-	d	595	595	616
Cash and cash equivalents	397		-	397	355		-	355	405
Current assets	9,333		-	9,333	6,127		-	6,127	14,933
Overdrafts	14,703		706	15,409	12,883		595	13,478	20,651
Other borrowings	(69)		-	(69)	(20)		-	(20)	(23)
Trade and other payables	(3,778)		-	(3,778)	(3,621)		-	(3,621)	(5,553)
	(8,656)	c	(21)	(4,594)	(7,813)	c	(7)	(7,089)	(13,192)
		d	936			d	731		936
		e	3,147						3,147
Current liabilities	(12,503)		4,062	(8,441)	(11,454)		724	(10,730)	(18,768)
Net current assets	2,200		4,768	6,968	1,429		1,319	2,748	1,883
Long term borrowings	(4,713)		-	(4,713)	(3,450)		-	(3,450)	(5,558)
Deferred tax	669	b	(19,125)	(18,456)	316	b	(14,823)	(14,507)	359
Retirement benefit liabilities	-	d	(1,642)	(1,642)	-	d	(1,326)	(1,326)	-
Net assets	129,526		(15,999)	113,527	115,570		(14,830)	100,740	123,986
Share capital	(15,481)		-	(15,481)	(15,319)		-	(15,319)	(15,424)
Treasury shares	1,387		-	1,387	-		-	-	1,387
Share premium	(23,868)		-	(23,868)	(23,679)		-	(23,679)	(23,825)
Share capital redemption reserve	(1,087)		-	(1,087)	(1,087)		-	(1,087)	(1,087)
Revaluation and exchange reserve	(10,383)	a	1,681	7,254	(5,003)	a	325	7,739	(8,998)
		b	15,956			b	12,417		14,917
Profit and loss account - b/f	(54,219)	a	(1,367)	(58,719)	(43,702)	c	(2,375)	(46,077)	(43,702)
		c	14						(2,375)
		e	(3,147)						(46,077)
- year	(3,910)		(308)	(4,218)	(6,878)		2,057	(4,821)	(2,125)
	(107,561)		12,830	(94,731)	(95,668)		12,424	(83,244)	(11,784)
Minority interests	(21,965)	b	3,169	(18,796)	(19,902)	b	2,406	(17,496)	3,003
	(129,526)		15,999	(113,527)	(115,570)		14,830	(100,740)	(123,986)
									14,787
									(109,199)