



Olam International Limited
9 Temasek Boulevard
11-02 Suntec Tower Two
Singapore 03898
telephone 65 63394100
facsimile 65 63399755
website www.olamonline.com
Reg. No. 199504676-H

USE OF PROCEEDS

- (1) **NON-RENOUNCEABLE NON-TRANSFERABLE PREFERENTIAL OFFERING OF 155,628,689 NEW ORDINARY SHARES (THE "NEW SHARES") IN THE CAPITAL OF OLAM INTERNATIONAL LIMITED (THE "COMPANY") TO ENTITLED SHAREHOLDERS (AS DEFINED IN THE OFFER INFORMATION STATEMENT OF THE COMPANY DATED 8 APRIL 2008 (THE "OIS")) AT THE PREFERENTIAL ISSUE PRICE (AS DEFINED IN THE OIS) OF S\$1.97 FOR EACH NEW SHARE, ON THE BASIS OF ONE (1) NEW SHARE FOR EVERY TEN (10) EXISTING ORDINARY SHARES IN THE CAPITAL OF THE COMPANY HELD AS AT BOOKS CLOSURE DATE (AS DEFINED IN THE OIS), FRACTIONAL ENTITLEMENTS TO BE DISREGARDED (THE "PREFERENTIAL OFFERING")**
- (2) **US\$300 MILLION 1.0 PER CENT CONVERTIBLE BONDS DUE 2013 (THE "CONVERTIBLE BONDS")**

Olam International Limited (the "**Company**") refers to the Preferential Offering and the issue of Convertible Bonds (the "**Issue**") convertible into new ordinary shares in the capital of the Company which were completed on 22 April 2008 and 3 July 2008, respectively.

The Company wishes to announce that it had and currently intends to apply the net proceeds from the Preferential Offering and the Issue (collectively, the "**Net Proceeds**") for the acquisitions described below, which were previously announced on 8 July 2008, 1 July 2008, 21 December 2007 and 15 November 2007:

- Acquisition of a 24.99% equity stake in Dairy Trust Limited ("**DTL**") through a combination of subscription for new shares from DTL and the purchase of existing shares from Dairy Investment Fund Limited for an estimated aggregate consideration of NZ\$101.05 million (US\$76.8 million) (the "**DTL Acquisition**"). The completion of the DTL Acquisition is expected to take place within 6 to 8 weeks from the date of entry by the Company into the subscription agreement and the sale and purchase agreement in connection with the DTL Acquisition;
- Acquisition of a 20% equity interest in PureCircle Limited from its existing shareholders, comprising 26.54 million shares at £2.01 (US\$4.00) per share for an aggregate consideration of US\$106.2 million through Olam Wilmar Investment Holdings Pte. Ltd., a 50:50 joint venture between the Company and Wilmar International Limited (the "**PureCircle Acquisition**"). The Company's contribution toward the consideration for the PureCircle Acquisition was US\$53.1 million. The PureCircle Acquisition was completed on 4 July 2008; and



- Investment in integrated palm oil, natural rubber and sugar assets in Africa, including upstream plantations, midstream processing and downstream merchandising and distribution operations through Nauvu Investments Pte. Ltd., a 50:50 joint venture with Wilmar International Limited by way of (i) an acquisition of 27% strategic stake in the SIFCA Group (“**SIFCA**”) through a combination of subscription for new shares and the purchase of existing shares for an aggregate acquisition price of EUR 96.88 million (US\$142 million), of which EUR 92.88 million was paid upfront with the remaining EUR 4 million to be paid on a contingent earn-out basis over three years, (ii) an indicative investment of US\$52.5 million to acquire a majority 50.5% interest in SIFCA’s palm oil refining business and (iii) an indicative investment of US\$49.5 million to acquire a strategic 26.65% stake in SIFCA’s oil palm plantation and crude palm oil producer, Palm-CI (collectively, the “**SIFCA Investments**”). The share of contribution of the Company towards the SIFCA Investments is approximately US\$122 million. As of today, the Company expects to complete all of the SIFCA Investments by the end of 2008.

The Company will continue to make periodic announcements on the utilisation of the balance of the Net Proceeds as and when they are materially disbursed.

Submitted by:

Sunny George Verghese
Group Managing Director and CEO

23 July 2008

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About Olam International Limited

Olam is a leading global integrated supply chain manager of agricultural products and food ingredients, sourcing 16 products with a direct presence in 56 countries and supplying them to over 4,000 customers in more than 60 destination markets. With direct sourcing and processing in most major producing countries for its various products, Olam has built a global leadership position in many of its businesses, including cocoa, coffee, cashew, sesame, rice, cotton and teak wood. Headquartered in Singapore and listed on the SGX-ST on February 11, 2005, Olam currently ranks among the top 40 largest listed companies in Singapore in terms of market capitalisation and is a component stock in the Straits Times Index (STI), MSCI Singapore Free and DAXglobal Agribusiness Index. More information on Olam can be found at www.olamonline.com.