

Olam Group Limited
and its subsidiary companies

Condensed Interim Financial Statements
For the six months ended 30 June 2023

Olam Group Limited
Condensed interim financial statements
For the six months ended 30 June 2023

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Olam Group Limited
Condensed interim financial statements
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A. Condensed interim consolidated statement of profit and loss and other comprehensive income

Profit & Loss Statement – Half Year FY 2023

(in S\$'000)	Note	Group		
		6 Months Ended		
		30-Jun-23	30-Jun-22	% change
Sale of goods & services	3	24,685,052	28,446,861	(13.2)
Other income	4	38,368	35,755	7.3
Operating expenses - direct		(22,759,288)	(26,398,188)	(13.8)
Net gain/(loss) from changes in fair value of biological assets		1,338	(24,712)	n.m.
Depreciation & amortisation		(356,715)	(346,232)	3.0
Other expenses	4	(972,794)	(961,653)	1.2
Finance income		86,709	49,305	75.9
Finance costs		(606,200)	(327,253)	85.2
Share of results from joint ventures and associates		3,308	16,629	(80.1)
Profit before tax		119,778	490,512	(75.6)
Income tax expense	5	(3,059)	(96,052)	(96.8)
Profit for the period		116,719	394,460	(70.4)
Attributable to:				
Owners of the Company		47,962	429,116	(88.8)
Non-controlling interests		68,757	(34,656)	n.m.
		116,719	394,460	(70.4)

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A. Condensed interim consolidated statement of profit and loss and other comprehensive income (cont'd)

Statement of Comprehensive Income – Half Year FY 2023

(in S\$'000)	Group	
	6 Months Ended	
	30-Jun-23	30-Jun-22
Profit for the period	116,719	394,460
Other Comprehensive Income:		
Items that may be reclassified subsequently to profit or loss:		
Net (loss) / gain on fair value changes during the period	(7,984)	787
Recognised in the profit and loss account on occurrence of hedged transactions	(3,336)	(20,923)
Foreign currency translation adjustment	(543,950)	259,732
Share of other comprehensive income of joint ventures and associates	3,968	(31,627)
	(551,302)	207,969
Items that will not be reclassified subsequently to profit or loss:		
Net fair value gain on equity instrument at fair value through other comprehensive income	-	678
Other comprehensive income for the period, net of tax	(551,302)	208,647
Total comprehensive income for the period	(434,583)	603,107
Attributable to:		
Owners of the Company	(309,108)	613,982
Non-controlling interests	(125,475)	(10,875)
	(434,583)	603,107

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B. Condensed interim statements of financial position as at 30 June 2023

(in S\$'000)	Note	Group		Company	
		30-Jun-23	31-Dec-22	30-Jun-23	31-Dec-22
Non-current assets					
Property, plant and equipment	9	5,947,307	6,020,132	-	-
Right-of-use assets		841,032	846,340	-	-
Intangible assets	8	2,607,549	2,606,435	-	-
Biological assets		433,620	559,091	-	-
Investment in subsidiary companies		-	-	6,302,960	6,242,838
Interests in joint ventures and associates		282,747	273,671	-	-
Deferred tax assets		297,537	263,013	-	-
Other non-current assets		45,791	42,240	-	-
		10,455,583	10,610,922	6,302,960	6,242,838
Current assets					
Amounts due from subsidiary companies (net)		-	-	476,785	630,906
Trade receivables		3,504,232	2,855,510	-	-
Margin accounts with brokers		497,163	62,775	-	-
Inventories		9,281,376	8,947,324	-	-
Advance payments to suppliers		533,166	582,645	-	-
Cash and short-term fixed deposits		3,378,489	4,805,556	1,443	16,754
Derivative financial instruments		3,887,312	3,178,999	-	-
Other current assets		1,066,640	891,046	-	5,767
		22,148,378	21,323,855	478,228	653,427
Non-current assets held for sale		19,207	19,024	-	-
		22,167,585	21,342,879	478,228	653,427
Current liabilities					
Trade payables and accruals		(4,741,619)	(4,327,189)	(1,050)	(2,957)
Borrowings	10	(4,027,034)	(5,051,970)	-	-
Lease liabilities	10	(136,961)	(140,766)	-	-
Derivative financial instruments		(3,015,731)	(2,033,754)	-	-
Provision for taxation		(296,115)	(277,209)	-	-
Other current liabilities		(429,698)	(492,177)	-	-
		(12,647,158)	(12,323,065)	(1,050)	(2,957)
Net current assets		9,520,427	9,019,814	477,178	650,470
Non-current liabilities					
Deferred tax liabilities		(447,793)	(527,903)	-	-
Borrowings	10	(11,049,920)	(10,066,752)	-	-
Lease liabilities	10	(889,933)	(886,256)	-	-
Other non-current liabilities		(46,685)	(67,114)	-	-
		(12,434,331)	(11,548,025)	-	-
Net assets		7,541,679	8,082,711	6,780,138	6,893,308
Equity attributable to owners of the Company					
Share capital		6,233,595	6,233,595	6,233,595	6,233,595
Treasury shares		(6,176)	(6,543)	(6,176)	(6,543)
Shares held in Trust		(62,277)	(88,173)	-	-
Capital securities		603,047	603,453	603,047	603,453
Reserves		472,407	916,766	(50,328)	62,803
Equity and reserves		7,240,596	7,659,098	6,780,138	6,893,308
Non-controlling interests		301,083	423,613	-	-
		7,541,679	8,082,711	6,780,138	6,893,308

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C. Condensed interim statements of changes in equity

6 Months Group	Attributable to owners of the Company											Non-Controlling Interests	Total Equity
	Share capital	Treasury shares	Shares held in Trust	Capital securities	Capital reserves	Foreign currency translation reserves	Fair value adjustment reserves	Share-based compensation reserves	Revenue reserves	Total reserves	Total		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000		
At 1 January 2023	6,233,595	(6,543)	(88,173)	603,453	(411,848)	(1,631,083)	(40,853)	163,580	2,836,970	916,766	7,659,098	423,613	8,082,711
Profit for the period	-	-	-	-	-	-	-	-	47,962	47,962	47,962	68,757	116,719
Other Comprehensive Income													
Net loss on fair value changes during the financial period	-	-	-	-	-	-	(7,984)	-	-	(7,984)	(7,984)	-	(7,984)
Recognised in the profit and loss account on occurrence of hedged transactions	-	-	-	-	-	-	(3,336)	-	-	(3,336)	(3,336)	-	(3,336)
Foreign currency translation adjustment	-	-	-	-	-	(349,718)	-	-	-	(349,718)	(349,718)	(194,232)	(543,950)
Share of other comprehensive income of joint ventures and associates	-	-	-	-	-	3,968	-	-	-	3,968	3,968	-	3,968
Other comprehensive income for the financial period, net of tax	-	-	-	-	-	(345,750)	(11,320)	-	-	(357,070)	(357,070)	(194,232)	(551,302)
Total comprehensive income for the period	-	-	-	-	-	(345,750)	(11,320)	-	47,962	(309,108)	(309,108)	(125,475)	(434,583)
Contributions by and distributions to owners													
Transfer to share based compensation reserve on vesting	-	-	25,896	-	-	-	-	(25,896)	-	(25,896)	-	-	-
Issue of treasury shares for directors fees	-	367	-	-	-	-	-	-	-	-	367	-	367
Share-based expense	-	-	-	-	-	-	-	12,111	-	12,111	12,111	-	12,111
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(172,709)	(172,709)	(172,709)	-	(172,709)
Accrued capital securities distribution	-	-	-	16,112	-	-	-	-	(16,112)	(16,112)	-	-	-
Payment of capital securities distribution	-	-	-	(16,518)	-	-	-	-	-	-	(16,518)	-	(16,518)
Total contributions by and distributions to owners	-	367	25,896	(406)	-	-	-	(13,785)	(188,821)	(202,606)	(176,749)	-	(176,749)
Changes in ownership interests in subsidiaries													
Sale of minority stake in subsidiary without change in control [^]	-	-	-	-	67,355	-	-	-	-	67,355	67,355	-	67,355
Proceeds from Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	2,945	2,945
Total changes in ownership interests in subsidiaries	-	-	-	-	67,355	-	-	-	-	67,355	67,355	2,945	70,300
Total transactions with owners in their capacity as owners	-	367	25,896	(406)	67,355	-	-	(13,785)	(188,821)	(135,251)	(109,394)	2,945	(106,449)
At 30 June 2023	6,233,595	(6,176)	(62,277)	603,047	(344,493)	(1,976,833)	(52,173)	149,795	2,696,111	472,407	7,240,596	301,083	7,541,679

[^]This is an additional amount received during the six months ended 30th June 2023 in relation to a post-closing adjustment set out in the share purchase agreement on sale of 35.43% minority stake in Olam Agri Holdings Pte. Ltd. to the SALIC International Investment Company in 2022.

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C. Condensed interim statements of changes in equity (cont'd)

6 Months Group	Attributable to owners of the Company											Non-Controlling Interests	Total Equity
	Share capital	Treasury shares	Shares held in Trust	Capital securities	Capital reserves	Foreign currency translation reserves	Fair value adjustment reserves	Share-based compensation reserves	Revenue reserves	Total reserves	Total		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000		
At 1 January 2022	4,339,545	(114,446)	-	906,789	259,292	(1,314,669)	(439,255)	144,122	2,985,372	1,634,862	6,766,750	7,448	6,774,198
Profit for the period	-	-	-	-	-	-	-	-	429,116	429,116	429,116	(34,656)	394,460
Other Comprehensive Income													
Net gain on fair value changes during the financial period	-	-	-	-	-	-	1,465	-	-	1,465	1,465	-	1,465
Recognised in the profit and loss account on occurrence of hedged transactions	-	-	-	-	-	-	(20,923)	-	-	(20,923)	(20,923)	-	(20,923)
Reclassification of fair value adjustment reserve to revenue reserve on derecognition of long term investment	-	-	-	-	-	-	410,321	-	(410,321)	-	-	-	-
Foreign currency translation adjustment	-	(5,050)	-	-	-	241,001	-	-	-	241,001	235,951	23,781	259,732
Share of other comprehensive income of joint ventures and associates	-	-	-	-	-	(31,627)	-	-	-	(31,627)	(31,627)	-	(31,627)
Other comprehensive income for the financial period, net of tax	-	(5,050)	-	-	-	209,374	390,863	-	(410,321)	189,916	184,866	23,781	208,647
Total comprehensive income for the period	-	(5,050)	-	-	-	209,374	390,863	-	18,795	619,032	613,982	(10,875)	603,107
Contributions by and distributions to owners													
Increase in share capital on account of scheme of arrangement	1,867,487	-	-	-	(1,867,487)	-	-	-	-	(1,867,487)	-	-	-
Issue of treasury shares on exercise of share options	26,564	30,727	-	-	-	-	-	(30,727)	-	(30,727)	26,564	-	26,564
Issue of treasury shares for restricted share awards ²	-	88,173	(88,173)	-	-	-	-	-	-	-	-	-	-
Cancellation of treasury shares	(1)	1	-	-	-	-	-	-	-	-	-	-	-
Issue of treasury shares for directors fees	-	595	-	-	-	-	-	-	-	-	595	-	595
Share-based expense	-	-	-	-	-	-	-	37,300	-	37,300	37,300	-	37,300
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(172,524)	(172,524)	(172,524)	-	(172,524)
Accrued capital securities distribution	-	-	-	24,061	-	-	-	-	(24,061)	(24,061)	-	-	-
Payment of capital securities distribution	-	-	-	(24,879)	-	-	-	-	-	-	(24,879)	-	(24,879)
Total contributions by and distributions to owners	1,894,050	119,496	(88,173)	(818)	(1,867,487)	-	-	6,573	(196,585)	(2,057,499)	(132,944)	-	(132,944)
Total transactions with owners in their capacity as owners	1,894,050	119,496	(88,173)	(818)	(1,867,487)	-	-	6,573	(196,585)	(2,057,499)	(132,944)	-	(132,944)
At 30 June 2022	6,233,595	-	(88,173)	905,971	(1,608,195)	(1,105,295)	(48,392)	150,695	2,807,582	196,395	7,247,788	(3,427)	7,244,361

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C. Condensed interim statements of changes in equity (cont'd)

6 Months Company	Attributable to owners of the Company								Total Equity S\$'000
	Share capital	Treasury shares	Capital securities	Foreign currency translation reserves	Fair value adjustment reserves	Revenue reserves	Total reserves	Total	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
At 1 January 2023	6,233,595	(6,543)	603,453	(117,623)	4,941	175,485	62,803	6,893,308	6,893,308
Profit for the period	-	-	-	-	-	21,886	21,886	21,886	21,886
Other Comprehensive Income									
Net loss on fair value changes during the financial period	-	-	-	-	(8,945)	-	(8,945)	(8,945)	(8,945)
Foreign currency translation adjustment	-	-	-	62,749	-	-	62,749	62,749	62,749
Other comprehensive income for the financial period, net of tax	-	-	-	62,749	(8,945)	-	53,804	53,804	53,804
Total comprehensive income for the period	-	-	-	62,749	(8,945)	21,886	75,690	75,690	75,690
Contributions by and distributions to owners									
Issue of treasury shares for directors fees	-	367	-	-	-	-	-	367	367
Dividends on ordinary shares	-	-	-	-	-	(172,709)	(172,709)	(172,709)	(172,709)
Accrued capital securities distribution	-	-	16,112	-	-	(16,112)	(16,112)	-	-
Payment of capital securities distribution	-	-	(16,518)	-	-	-	-	(16,518)	(16,518)
Total contributions by and distributions to owners	-	367	(406)	-	-	(188,821)	(188,821)	(188,860)	(188,860)
Total transactions with owners in their capacity as owners	-	367	(406)	-	-	(188,821)	(188,821)	(188,860)	(188,860)
At 30 June 2023	6,233,595	(6,176)	603,047	(54,874)	(4,004)	8,550	(50,328)	6,780,138	6,780,138

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C. Condensed interim statements of changes in equity (cont'd)

6 Months Company	Attributable to owners of the Company					
	Share capital	Capital securities	Foreign currency translation reserves	Revenue reserves	Total reserves	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 January 2022	- *	-	-	-	- *	- *
Loss for the period	-	-	-	(9,216)	(9,216)	(9,216)
Other comprehensive income						
Foreign currency translation adjustment	-	-	149,959	-	149,959	149,959
Other comprehensive income for the financial period, net of tax	-	-	149,959	-	149,959	149,959
Total comprehensive income for the period	-	-	149,959	(9,216)	140,743	140,743
Contributions by and distributions to owners						
Increase in share capital on account of scheme of arrangement ¹	6,233,595	-	-	-	-	6,233,595
Transfer of capital securities, net of transaction costs ³	-	892,978	-	-	-	892,978
Accrued capital securities distribution	-	12,993	-	(12,993)	(12,993)	-
Total contributions by and distributions to owners	6,233,595	905,971	-	(12,993)	(12,993)	7,126,573
Total transactions with owners in their capacity as owners	6,233,595	905,971	-	(12,993)	(12,993)	7,126,573
At 30 June 2022	6,233,595	905,971	149,959	(22,209)	127,750	7,267,316

* Amounts is less than S\$ 1,000

Notes

1. The Scheme of Arrangement became effective on 15 March 2022 with the concurrent listing and delisting of Olam Group Limited (“OGL”) and Olam International Limited (“OIL”) respectively. The share capital of OGL was therefore recorded at the level of the net asset value of OIL, with no change in the overall equity value.
2. An Employee Benefits Trust (‘Trust’) was set up prior to the Scheme Effective Date to hold and manage the unvested shares under the RSA under the OIL Share Grant Plan. The Trustee will hold such OG Shares and, as and when, OFIGL Shares received as a distribution in respect of the OG Shares. The shares will be released by the Trustee to the respective RSA holders in accordance with the original vesting schedule and conditions of the RSA.
3. Pursuant to the Scheme of Arrangement, OGL has substituted OIL as the issuer and principal debtor of the 2017 Perpetual Securities and the 2021 Perpetual Securities on 23 March 2022

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D. Condensed interim consolidated statement of cash flows

(in S\$'000)	Group	
	6 Months Ended	
	30-Jun-23	30-Jun-22
Cash flow from operating activities		
Profit before taxation	119,778	490,512
Adjustments for:		
Allowance for doubtful debts	32,466	17,287
Amortisation of intangible assets, depreciation of property, plant and equipment and depreciation of right-of-use assets	356,715	346,232
Cost of share-based payment	12,111	37,300
Fair value of biological assets	(1,338)	24,712
Gain on disposal of joint ventures	(84)	-
Gain on disposal of property, plant and equipment and intangible assets	(3,022)	(2,329)
Interest income	(86,709)	(49,305)
Interest expense	606,200	327,253
Inventories written down, net	32,153	15,966
Net monetary gain arising from hyperinflationary economies	(21,527)	(40,253)
Share of results from joint ventures and associates	(3,308)	(16,629)
Operating cash flow before reinvestment in working capital	1,043,435	1,150,746
Increase in inventories	(83,807)	(752,691)
Increase in receivables and other current assets	(610,455)	(1,977,770)
Decrease/(Increase) in advance payments to suppliers	97,831	(37,425)
(Increase)/Decrease in margin account with brokers	(433,335)	570,796
Increase in payables and other current liabilities	386,417	1,958,893
Cash flow generated from operations	400,086	912,549
Interest income received	86,709	49,305
Interest expense paid	(594,829)	(303,343)
Tax paid	(126,144)	(114,179)
Net cash flow generated (used in) / from operating activities	(234,178)	544,332
Cash flow from investing activities		
Proceeds from disposal of property, plant and equipment	22,552	6,243
Purchase of property, plant and equipment	(332,561)	(369,051)
Purchase of intangible assets	(8,054)	(10,939)
Acquisition of subsidiaries, net of cash acquired	204	-
Proceeds from sale of long term investment	-	31,530
Dividends received from associate / JV	-	4,591
Proceeds from Sale of minority stake in subsidiary without change in control	67,355	-
Sale proceeds and advance received from sale of associates & JV	904	259,021
Net cash flow used in investing activities	(249,600)	(78,605)
Cash flow from financing activities		
Dividends paid on ordinary shares by the Company	(172,709)	(172,524)
(Repayment of)/proceeds from bank borrowings	(140,848)	1,687,625
Repayment of lease liabilities	(79,771)	(89,163)
Proceeds from issuance of shares on exercise of share options	-	26,564
Payment of capital securities distribution	(16,518)	(24,879)
Proceeds from non controlling interest	2,945	-
Net cash flow (used in) / generated from financing activities	(406,901)	1,427,623
Net effect of exchange rate changes on cash and cash equivalents	(602,865)	117,123
Net increase in cash and cash equivalents	(1,493,544)	2,010,473
Cash and cash equivalents at the beginning of the period	4,598,834	4,160,849
Cash and cash equivalents* at the end of the period	3,105,290	6,171,322

*Cash and cash equivalents include cash and bank balances, fixed deposits less overdrafts and deposits committed.

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E. Notes to the condensed interim consolidated financial statements

1. Corporate information

Olam Group Limited (the “Company”) is a limited liability company, which is domiciled and incorporated in Singapore. The Company is listed on the Singapore Exchange Securities Trading Limited (SGX-ST).

The Company’s immediate holding company is Temasek Capital (Private) Limited and its ultimate holding company is Temasek Holdings (Private) Limited, both companies are incorporated in Singapore.

The principal activities of the Company are those of sourcing, processing, packaging and merchandising of agricultural products.

The registered office and principal place of business of the Company is at 7 Straits View, #20-01 Marina One East Tower, Singapore 018936.

1.1 Group re-organisation

The Company was listed on the Mainboard of the SGX-ST on 16 March 2022 following the implementation of a scheme of arrangement (the “Scheme”) proposed by Olam International Limited (“OIL”) to its shareholders under Section 210 of the Companies Act 1967, as described in OIL’s circular to shareholders dated 27 January 2022 (the “Scheme Circular”).

As announced in the Scheme Circular, OIL had undertaken an exercise to reorganise its diverse business portfolio into three new operating groups – Olam Food Ingredients (“ofi”), Olam Global Agri (now known as Olam Agri) and the remaining businesses (comprising the gestating businesses and the businesses carried out by Nupo Ventures Pte. Ltd. (formerly known as Olam Ventures Pte. Ltd.) and MindSprint Pte. Ltd. (formerly known as Olam Technology and Business Services Pte. Ltd.). This re-organisation was initiated to simplify OIL’s portfolio, sharpen its focus, and unlock long-term value.

At the Extraordinary General Meeting of OIL held on 18 February 2022, the shareholders of OIL approved, inter alia, the Scheme. As announced by OIL on 3 March 2022, the Scheme was sanctioned by the High Court of the Republic of Singapore and was to become effective and binding upon the lodgement of the Scheme Court Order with the Registrar of Companies in Singapore.

On 15 March 2022, OIL issued an announcement stating that a copy of the Scheme Court Order will be lodged with the Registrar of Companies on 15 March 2022, and the Scheme would therefore become effective and binding on 15 March 2022. Upon the Scheme taking effect, the entire issued share capital of OIL was held indirectly by the Company.

On 16 March 2022, the Company commenced trading on the Mainboard of the SGX-ST, and OIL was delisted from the SGX-ST on the same date.

2. Basis of preparation

The condensed interim financial statements for the six months ended 30 June 2023 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2022.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

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E. Notes to the condensed interim consolidated financial statements (cont'd)

2. Basis of preparation (cont'd)

The Group's condensed interim financial statements are presented in Singapore Dollars (\$) or SGD) as the Company is domiciled in Singapore and all values in the tables are rounded to the nearest thousand (\$'000) as indicated.

The Company's functional currency is the United States Dollar ('USD'), which reflects the economic substance of the underlying events and circumstances of the Company as most of the Company's transactions are denominated in USD. Each entity in the Group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency.

2.1 New and amended standards adopted by the Group

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

2.2 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2022.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

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E. Notes to the condensed interim consolidated financial statements (cont'd)

3. Segmental Information

3.1 Reportable segments

The Group is organised into the following three business segments:

- Olam Food Ingredients (“ofi”)
- Olam Agri (“OA”): and
- Remaining Olam Group

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment.

	Olam Food Ingredients (ofi)		Olam Agri (OA)		Remaining Olam Group		Consolidated	
	6 Months Ended		6 Months Ended		6 Months Ended		6 Months Ended	
	30-Jun-23 S\$'000	30-Jun-2022 S\$'000	30-Jun-23 S\$'000	30-Jun-2022 S\$'000	30-Jun-23 S\$'000	30-Jun-2022 S\$'000	30-Jun-23 S\$'000	30-Jun-22 S\$'000
Segment revenue:								
Sales to external customers	7,702,294	8,114,494	16,287,484	19,556,254	695,274	776,113	24,685,052	28,446,861
Segment result (EBIT)	277,132	268,068	559,083	614,159	(16,598)	(71,787)	819,617	810,440
Finance costs							(606,200)	(327,253)
Finance income							86,709	49,305
Exceptional items (Gross of interest & tax)	(161,218)	(15,784)	(12,905)	(6,618)	(6,225)	(19,578)	(180,348)	(41,980)
Profit before taxation							119,778	490,512
Taxation expense							(3,059)	(96,052)
Profit for the period							116,719	394,460

	Olam Food Ingredients (ofi)		Olam Agri (OA)		Remaining Olam Group		Consolidated	
	30-Jun-23 S\$'000	31-Dec-22 S\$'000	30-Jun-23 S\$'000	31-Dec-22 S\$'000	30-Jun-23 S\$'000	31-Dec-22 S\$'000	30-Jun-23 S\$'000	31-Dec-22 S\$'000
	Segment assets	15,683,591	14,683,461	8,966,740	8,018,867	3,165,173	3,230,594	27,815,504
Unallocated assets							4,807,664	6,020,879
Segment liabilities	4,365,214	3,137,669	3,129,398	2,895,325	262,738	327,949	7,757,350	6,360,943
Unallocated liabilities							17,324,139	17,510,147

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E. Notes to the condensed interim consolidated financial statements (cont'd)

3. Segmental Information (cont'd)

3.2 Disaggregation of revenue

Types of goods or services	Group	
	6 Months Ended	
	30-Jun-23 S\$'000	30-Jun-22 S\$'000
Sale of goods	24,020,925	27,672,031
Sale of services	664,127	774,830
Total revenue from contracts with customers	24,685,052	28,446,861

Timing of revenue recognition	Group	
	6 Months Ended	
	30-Jun-23 S\$'000	30-Jun-22 S\$'000
Goods transferred at point in time	24,020,925	27,672,031
Services transferred at point in time	69,839	75,989
Services transferred over time	594,288	698,841
Total revenue from contracts with customers	24,685,052	28,446,861

Disaggregation of revenue from contracts with customers by geographical segments:

Geographical markets	Group	
	6 Months Ended	
	30-Jun-23 S\$'000	30-Jun-22 S\$'000
Asia, Middle East and Australia	18,823,140	21,984,957
Africa	4,943,961	5,817,911
Europe	5,019,692	5,228,625
Americas	5,127,519	5,510,648
Eliminations	(9,229,260)	(10,095,280)
Total revenue from contracts with customers	24,685,052	28,446,861

Olam Group Limited
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E. Notes to the condensed interim consolidated financial statements (cont'd)

4. Profit before taxation

Other income and expenses stated after (charging)/crediting the following: -

	Group	
	6 Months Ended	
	30-Jun-23	30-Jun-22
	S\$'000	S\$'000
Other income:		
Gain on disposal of joint venture	84	-
Commissions and claims, sale of packaging materials, sales of scrap and others	38,284	35,755
Other expenses:		
Gain on disposal of property, plant and equipment and intangible assets, net	3,022	2,329
Re-organization cost	(21,852)	(12,879)
Net monetary gain arising from hyperinflationary economies	21,527	40,253
Employee benefits expenses	(691,988)	(599,026)
Gain/(Loss) on foreign exchange, net	131,883	(4,513)
Bank charges	(42,719)	(47,132)
Travelling expenses	(33,707)	(29,034)
Impairment loss on financial assets - Trade receivables	(29,708)	(9,933)
Allowance for doubtful debts - Advance payments to suppliers	(2,758)	(7,354)

5. Taxation

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit and loss are:

	Group	
	6 Months Ended	
	30-Jun-23	30-Jun-22
	S\$'000	S\$'000
Current income tax:-		
Singapore	14,871	17,445
Foreign	90,953	125,942
Under provision in respect of prior years	456	781
	106,280	144,168
Deferred income tax:-		
Singapore	5,946	971
Foreign	(109,167)	(49,087)
Income tax expense	3,059	96,052

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E. Notes to the condensed interim consolidated financial statements (cont'd)

6. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2023 and 31 December 2022:

Group	30-Jun-23			31-Dec-22		
	Amortised cost S\$'000	Fair value through other comprehensive income S\$'000	Fair value through profit or loss S\$'000	Amortised cost S\$'000	Fair value through other comprehensive income S\$'000	Fair value through profit or loss S\$'000
Financial assets:						
Loans to associates	3,971	-	-	3,933	-	-
Trade receivables	3,226,036	-	-	2,581,709	-	-
Margin accounts with brokers	497,163	-	-	62,775	-	-
Other current assets	389,432	-	-	427,588	-	-
Other non current assets	45,791	-	-	42,240	-	-
Cash and short-term fixed deposits	3,378,489	-	-	4,805,556	-	-
Derivative financial instruments	-	1,345	3,885,967	-	15,687	3,163,312
	7,540,882	1,345	3,885,967	7,923,801	15,687	3,163,312
Financial liabilities:						
Trade payables and accruals	4,530,679	-	-	4,128,664	-	-
Other current liabilities	418,922	-	-	475,577	-	-
Other non current liabilities	46,685	-	-	67,114	-	-
Borrowings	15,076,954	-	-	15,118,722	-	-
Lease liabilities	1,026,894	-	-	1,027,022	-	-
Derivative financial instruments	-	17,406	2,998,325	-	12,928	2,020,826
	21,100,134	17,406	2,998,325	20,817,099	12,928	2,020,826

Company	30-Jun-23			31-Dec-22		
	Amortised cost S\$'000	Fair value through other comprehensive income S\$'000	Fair value through profit or loss S\$'000	Amortised cost S\$'000	Fair value through other comprehensive income S\$'000	Fair value through profit or loss S\$'000
Financial assets:						
Amounts due from subsidiary companies (net)	476,785	-	-	630,906	-	-
Cash and short-term fixed deposits	1,443	-	-	16,754	-	-
	478,228	-	-	647,660	-	-
Financial liabilities:						
Trade payables and accruals	1,050	-	-	2,957	-	-
	1,050	-	-	2,957	-	-

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E. Notes to the condensed interim consolidated financial statements (cont'd)

7. Fair values of assets and liabilities

7.1. Fair value measurement

The Group classifies fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- Level 1 – Quoted prices (unadjusted) in active market for identical assets or liabilities that the Group can access at the measurement date,
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and
- Level 3 – Unobservable inputs for the asset or liability.

The following table presents the assets and liabilities carried at fair value by level of fair value hierarchy:

	Group - 30 June 2023			
	Quoted prices in active markets for identical instruments	Significant other observable inputs	Significant unobservable inputs	Total
	(Level 1) S\$'000	(Level 2) S\$'000	(Level 3) S\$'000	S\$'000
Financial assets:				
Derivatives financial instruments				
- Commodity contracts	213,464	2,321,538	53,461	2,588,463
- Foreign exchange contracts	-	1,253,804	-	1,253,804
- Foreign exchange contracts - Cash flow hedge	-	117	-	117
- Cross currency interest rate swap	-	43,700	-	43,700
- Interest rate swap - cash flow hedge	-	1,228	-	1,228
	213,464	3,620,387	53,461	3,887,312
Financial liabilities:				
Derivatives financial instruments				
- Commodity contracts	726,816	866,631	47,765	1,641,212
- Foreign exchange contracts	-	1,137,000	-	1,137,000
- Foreign exchange contracts - cash flow hedge	-	17,406	-	17,406
- Cross currency interest rate swap	-	220,113	-	220,113
	726,816	2,241,150	47,765	3,015,731
Non-financial assets:				
Biological assets	-	-	433,620	433,620
Inventories	-	4,160,134	445,145	4,605,279

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E. Notes to the condensed interim consolidated financial statements (cont'd)

7. Fair values of assets and liabilities (cont'd)

7.1. Fair value measurement (cont'd)

	Group - 31 December 2022			
	Quoted prices in active markets for identical instruments	Significant other observable inputs	Significant unobservable inputs	Total
	(Level 1) S\$'000	(Level 2) S\$'000	(Level 3) S\$'000	S\$'000
Financial assets:				
Derivatives financial instruments				
- Commodity contracts	370,594	1,804,733	90,074	2,265,401
- Foreign exchange contracts	-	849,098	-	849,098
- Foreign exchange contracts - Cash flow hedge	-	14,354	-	14,354
- Cross currency interest rate swap	-	-	-	-
Cross currency interest rate swap - cash flow hedge	-	48,813	-	48,813
- Interest rate swap - cash flow hedge	-	1,333	-	1,333
	370,594	2,718,331	90,074	3,178,999
Financial liabilities:				
Derivatives financial instruments				
- Commodity contracts	320,265	776,001	19,397	1,115,663
- Foreign exchange contracts	-	777,729	-	777,729
- Foreign exchange contracts - cash flow hedge	-	12,811	-	12,811
- Cross currency interest rate swap	-	-	-	-
- Interest rate swap - cash flow hedge	-	127,434	-	127,434
- Interest rate swaps	-	117	-	117
	320,265	1,694,092	19,397	2,033,754
Non- Financial Assets				
Biological assets	-	-	559,091	559,091
Inventories	-	4,182,727	386,787	4,569,514

7.2. Level 3 fair value measurements:

Movements in Level 3 assets and liabilities measured at fair value

The following table presents the reconciliation for all assets and liabilities measured at fair value, except for biological assets, based on significant unobservable inputs (Level 3): -

	Commodity contracts - assets S\$'000	Commodity contracts - liabilities S\$'000	Inventories S\$'000	Long term investments S\$'000	Bio Assets S\$'000
At 1 January 2022	72,797	(30,803)	443,172	31,335	489,013
Total gain/(loss) for the year					
Included in profit or loss	17,277	11,406	(5,941)	-	90,903
Included in other comprehensive income	-	-	-	678	-
Growth / Birth (net of harvest/sale)	-	-	-	-	(20,825)
Purchases and sales, net	-	-	(50,444)	(32,013)	-
At 31 December 2022 and 1 January 2023	90,074	(19,397)	386,787	-	559,091
Total (loss)/gain for the year					
Included in profit or loss	(36,613)	(28,368)	75,666	-	1,338
Growth / Birth (net of harvest/sale)	-	-	-	-	(126,809)
Purchases and sales, net	-	-	(17,308)	-	-
At 30 June 2023	53,461	(47,765)	445,145	-	433,620

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E. Notes to the condensed interim consolidated financial statements (cont'd)

7. Fair values of assets and liabilities (cont'd)

7.2. Level 3 fair value measurements (cont'd):

In the period ended 30 June 2023 and 31 December 2022, there were no transfers between different levels of the fair value hierarchy.

There were no changes in valuation techniques during the six months ended 30 June 2023 and the year ended 31 December 2022.

The financial instruments categorized under Level 3 of the fair value hierarchy are generally sensitive to the various unobservable inputs. There were no changes in the unobservable inputs used in valuation during the six months ended 30 June 2023 and the year ended 31 December 2022. A significant movement of each input would result in significant change to the fair value of the respective asset/liability.

7.3. Fair value of financial instruments by classes that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value

- (i) Cash and short-term deposits, trade receivables, other current assets, margin accounts with brokers, amounts due from/(to) subsidiary companies, trade payables and accruals, other current liabilities and bank overdrafts.

The fair values of these financial instruments approximate their carrying amounts at the balance sheet date because of their short-term maturity.

- (ii) Loans to associates, bank loans and term loans from banks

The carrying amount of loans to associates, bank loans and term loans from banks are an approximation of fair values as they are subjected to frequent repricing (floating rates) and/or because of their short-term maturity.

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E. Notes to the condensed interim consolidated financial statements (cont'd)

8. Intangible assets

Group	Goodwill S\$'000	Customer relationships S\$'000	Brand and trademark S\$'000	Software S\$'000	Water Rights S\$'000	Concession Rights S\$'000	Others S\$'000	Total S\$'000
As at 31 December 2022								
Cost	1,375,558	672,833	521,138	178,833	9,573	85,853	163,632	3,007,420
Accumulated amortisation and impairment	(13,658)	(157,384)	(23,709)	(76,952)	-	(62,893)	(66,389)	(400,985)
Net carrying value	1,361,900	515,449	497,429	101,881	9,573	22,960	97,243	2,606,435
As at 30 June 2023								
Opening net carrying value	1,361,900	515,449	497,429	101,881	9,573	22,960	97,243	2,606,435
Additions (including business combination)	-	44	-	7,362	-	-	693	8,099
Reclassifications	-	-	-	1,798	-	-	(1,798)	-
Amortisation for the period	-	(21,719)	-	(9,819)	-	(2,390)	(3,290)	(37,218)
Others	16,411	5,951	4,790	547	(117)	945	1,706	30,233
Closing net carrying value	1,378,311	499,725	502,219	101,769	9,456	21,515	94,554	2,607,549

The Group performed its annual impairment test at year end and when circumstances indicated that the carrying value may be impaired. The Group's impairment test for goodwill and intangible assets with indefinite lives is based on value-in-use calculations. The key assumptions used to determine the recoverable amount for the different cash generating units were disclosed in the annual consolidated financial statements for the year ended 31 December 2022.

9. Property, plant and equipment

During the six months ended 30 June 2023, the Group acquired assets amounting to S\$ 332,563,000 (30 June 2022: S\$ 369,051,000) and disposed of assets amounting to S\$ 23,488,000 (30 June 2022: S\$ 5,270,000).

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E. Notes to the condensed interim consolidated financial statements (cont'd)

10. Borrowings and lease liabilities

Amounts repayable in one year or less or on demand

	30-Jun-23		31-Dec-22	
	Secured	Unsecured	Secured	Unsecured
	(in S\$'000)	(in S\$'000)	(in S\$'000)	(in S\$'000)
Overdrafts	180	271,869	-	190,434
Loans	39,823	3,417,634	101,689	4,224,069
Medium term notes	-	297,528	-	535,778
Lease liabilities	-	136,961	-	140,766
Total	40,003	4,123,992	101,689	5,091,047

Amounts repayable after one year

	30-Jun-23		31-Dec-22	
	Secured	Unsecured	Secured	Unsecured
	(in S\$'000)	(in S\$'000)	(in S\$'000)	(in S\$'000)
Medium / long term loans	81,048	9,595,312	75,419	8,444,910
Medium term notes	-	1,373,560	-	1,546,423
Lease liabilities	-	889,933	-	886,256
Total	81,048	11,858,805	75,419	10,877,589

Bank and term loans are secured over certain assets of subsidiaries.

11. Share capital and treasury shares

	30-Jun-23	31-Dec-22
Issued, fully paid shares :		
Balance number of shares as at the beginning of period	3,842,625,185	1
Issue of shares to shareholders on account of scheme of arrangement	-	3,842,625,184
Total no. of shares outstanding as at the end of period	3,842,625,185	3,842,625,185
Total no. of Treasury Shares	(4,642,000)	(4,868,700)
Total no. of shares outstanding as at the end of period net of treasury shares	3,837,983,185	3,837,756,485
Percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding	0.12%	0.13%
Total no. of Shares held in Trust	(37,354,925)	(52,887,753)

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E. Notes to the condensed interim consolidated financial statements (cont'd)

12. Net asset value

Net asset value (for the Issuer and Group) per ordinary share based on the total number of issued shares of the issuer at the end of the:

- (a) current financial period reported on; and
- (b) immediately preceding financial year.

(In cents per share)	Group		Company	
	As at 30-Jun-23	As at 31-Dec-22	As at 30-Jun-23	As at 31-Dec-22
Net asset value (NAV) per ordinary share based on issued share capital as at end of the period	188.43	199.32	176.45	179.39

Net asset value (excluding capital securities) for the Group per ordinary share based on issued share capital as at 30 June 2023 was 172.73 cents per share (31 December 2022: 183.62 cents per share).

13. Reported earnings per ordinary share

Earnings per ordinary share of the Group for the current financial period reported and for the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

Reported EPS	Group	
	6 Months Ended	
	30-Jun-23	30-Jun-22
(a) Based on weighted average no. of shares (cents/share)	0.84	10.49
(b) Based on fully diluted basis (cents/share)	0.83	10.35
Weighted average no. of shares applicable to basic earnings per share	3,795,348,784	3,761,544,051
Weighted average no. of shares based on fully diluted basis	3,848,215,437	3,812,415,045

F. OTHER INFORMATION

1. Review

The condensed consolidated statement of financial position of Olam Group Limited and its subsidiaries as at 30 June 2023 and the related condensed consolidated profit and loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

2. Review of performance of the Group

Please refer to the Management Discussion and Analysis (“MDA”), lodged on SGXNET along with the Financial Results statement, for a review of financial and operational performance.

3. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

There was no forecast made by the Company.

4. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.

Please refer to the MDA for a review of financial and operational performance.

5. Dividend

(a) Current Financial Period Reported on 30 June 2023.

Any dividend recommended for the current financial period reported on?

The Board had declared a one-tier tax exempt interim dividend of 3.0 cents per ordinary share for the period ended 30 June 2023.

(b) Corresponding Period of the immediately preceding Financial Year.

The Board had declared a one-tier tax exempt interim dividend of 4.0 cents per ordinary share for the period ended 30 June 2022.

(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).

The dividend paid is tax exempt in the hands of shareholders.

(d) Date Payable

28 August 2023

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F. OTHER INFORMATION (cont'd)

5. Dividend (cont'd)

(e) Record date

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of OLAM GROUP LIMITED (the “**Company**”) will be closed at **5.00 pm on 21 August 2023** for the preparation of interim dividend warrants.

Duly completed registerable transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services (Pte) Ltd, at 1 Harbourfront Avenue Keppel Bay Tower #14-07 Singapore 098632 up to **5.00 p.m. on 21 August 2023** will be registered to determine shareholders entitlements to the said dividend.

Members whose Securities Accounts with The Central Depository Pte. Ltd. are credited with shares at **5.00 p.m. on 21 August 2023** will be entitled to the proposed interim dividend. Payment of the interim dividend will be made on **28 August 2023**.

6. Interested party transactions

The Company has not obtained a general mandate from shareholders for Interested Party Transactions.

7. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company has procured undertakings from all its directors and executive officers in compliance with Listing Rule 720(1).

Confirmation of the Board

We refer to the requirement under Rule 705(5) of the Listing Manual.

We hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the unaudited interim financial results for period ended 30 June 2023 to be false or misleading in any material aspects.

On behalf of the Board of Directors

Lim Ah Doo
Chairman

Sunny George Verghese
Co-founder & Group CEO

BY ORDER OF THE BOARD

Sunny George Verghese
Co-founder & Group CEO

11th August 2023