

BUMITAMA AGRI LTD.

(Incorporated in Singapore)

(Company Registration Number: 200516741R)

MATTER RELATING TO *IJIN LOKASI* IN RESPECT OF THE PLANTATION LAND OF PT. HATIPRIMA AGRO

The Board of Directors of Bumitama Agri Ltd. (the “**Company**”) refers to the Company’s announcement on 11 July 2012 in relation to the letter it received from the Head of Regency of Kotawaringin Timur stating that the District Regional Government of Kotawaringin Timur had revoked the *Ijin Lokasi* in respect of the plantation land belonging to PT. Hatiprima Agro (the “**Initial Announcement**”). Unless otherwise defined, capitalised terms herein shall have the same meaning as ascribed to them in the Initial Announcement.

HPA instituted legal proceedings in the Palangkaraya State Administrative Court on 11 July 2012 against the local government of Kotawaringin Timur to challenge the Revocation of Location Permit under the registered number 12/G.Tun/2012/PTUN.PLK (the “**Legal Proceedings**”).

These developments did not have a material effect on the consolidated earnings or the net asset value of the Group for the financial quarter ended 30 June 2012. Having made internal legal and financial assessments of HPA’s case and assets, the management of the Company is presently of the view that the potential financial loss to the Group resulting from an adverse decision in the Legal Proceedings should not be material and should not have a material adverse impact on the future prospects of the Group.

The Company will make such further announcements as and when appropriate to keep shareholders informed of any further development on the above matter.

By Order of the Board

Lim Gunawan Hariyanto
Executive Chairman and CEO

Date: 13 July 2012

The Joint Issue Managers for the Company’s initial public offering are DBS Bank Ltd and The Hongkong and Shanghai Banking Corporation Limited, Singapore Branch. The Joint Issue Managers assume no responsibility for the contents of this announcement.