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C.P. POKPHAND CO. LTD.

(Incorporated in Bermuda with limited liability)

(Stock Code: 43)

**UNAUDITED RESULTS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017**

Summary

The board of directors (the “Board”) of C.P. POKPHAND CO. LTD. (the “Company”) is making this announcement of the unaudited consolidated results of the Company and its subsidiaries (collectively the “Group”) for the nine months ended 30 September 2017 in line with its current practice to publish its financial results quarterly.

The unaudited consolidated profit attributable to shareholders of the Company for the nine months ended 30 September 2017 was approximately US\$39 million.

The Board is making this announcement of the Group’s unaudited consolidated results for the nine months ended 30 September 2017 in line with its current practice to publish its financial results quarterly.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Nine months ended 30 September	
	2017 US\$'000 (Unaudited)	2016 US\$'000 (Unaudited)
REVENUE	4,113,575	3,892,174
Cost of sales	<u>(3,652,660)</u>	<u>(3,154,492)</u>
Gross profit	460,915	737,682
Net changes in fair value of biological assets	<u>2,298</u>	<u>15,785</u>
	463,213	753,467
Other income, net	24,276	13,772
Selling and distribution costs	(188,726)	(182,928)
General and administrative expenses	(196,325)	(184,994)
Finance costs	(39,928)	(27,358)
Share of profits and losses of:		
Joint ventures	3,263	3,371
Associates	<u>10,156</u>	<u>7,401</u>
PROFIT BEFORE TAX	75,929	382,731
Income tax	<u>(35,038)</u>	<u>(79,709)</u>
PROFIT FOR THE PERIOD	<u>40,891</u>	<u>303,022</u>
<i>Details of revenue:</i>		
<i>China feed business</i>	<i>2,381,772</i>	<i>2,128,625</i>
<i>China farm business</i>	<i>32,314</i>	<i>-</i>
<i>China food business</i>	<i>256,636</i>	<i>66,882</i>
<i>Vietnam feed business</i>	<i>637,959</i>	<i>643,425</i>
<i>Vietnam farm business</i>	<i>706,181</i>	<i>949,927</i>
<i>Vietnam food business</i>	<i>98,596</i>	<i>103,222</i>
<i>Others</i>	<u><i>117</i></u>	<u><i>93</i></u>
	<u>4,113,575</u>	<u>3,892,174</u>
<i>Realised changes in fair value of biological assets</i>	<i>(52,416)</i>	<i>(86,644)</i>
<i>Unrealised changes in fair value of biological assets</i>	<i>54,714</i>	<i>102,429</i>
<i>Depreciation and amortisation</i>	<i>108,857</i>	<i>89,667</i>

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME *(Continued)*

	Nine months ended 30 September	
	2017	2016
	US\$'000	US\$'000
	(Unaudited)	(Unaudited)
OTHER COMPREHENSIVE INCOME		
Items that may be reclassified subsequently to profit or loss:		
Surplus on revaluation of available-for-sale investment	21,430	-
Income tax effect	(5,358)	-
	<u>16,072</u>	<u>-</u>
Exchange differences related to translation of foreign operations	53,088	(28,121)
Share of other comprehensive income of:		
Joint ventures	834	(506)
Associates	4,822	(1,247)
	<u>74,816</u>	<u>(29,874)</u>
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF INCOME TAX		
	<u>74,816</u>	<u>(29,874)</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>115,707</u>	<u>273,148</u>
Profit attributable to:		
Shareholders of the Company	39,227	234,908
Non-controlling interest	1,664	68,114
	<u>40,891</u>	<u>303,022</u>
Total comprehensive income attributable to:		
Shareholders of the Company	109,968	205,768
Non-controlling interest	5,739	67,380
	<u>115,707</u>	<u>273,148</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	30 September 2017 US\$'000 (Unaudited)	31 December 2016 US\$'000 (Audited)
NON-CURRENT ASSETS		
Property, plant and equipment	1,624,750	1,399,227
Investment properties	14,669	13,513
Land lease prepayments	141,602	128,407
Non-current biological assets	66,555	57,216
Intangible assets	28,811	29,464
Investments in joint ventures	21,033	19,289
Investments in associates	118,115	105,279
Available-for-sale investments	30,227	11,730
Goodwill	36,661	35,121
Other non-current assets	45,502	124,692
Deferred tax assets	18,137	3,907
Total non-current assets	2,146,062	1,927,845
CURRENT ASSETS		
Inventories	483,156	533,371
Current biological assets	359,100	326,582
Trade and bills receivables	271,060	202,902
Prepayments, deposits and other receivables	273,885	181,704
Pledged deposits	32,355	41,005
Time deposits with maturity over three months	63,916	151,112
Cash and cash equivalents	289,924	268,904
Total current assets	1,773,396	1,705,580
CURRENT LIABILITIES		
Trade and bills payables	338,375	340,609
Other payables and accruals	367,025	346,408
Bank borrowings	631,063	376,093
Income tax payables	18,343	18,326
Total current liabilities	1,354,806	1,081,436
NET CURRENT ASSETS	418,590	624,144
TOTAL ASSETS LESS CURRENT LIABILITIES	2,564,652	2,551,989

CONSOLIDATED STATEMENT OF FINANCIAL POSITION *(Continued)*

	30 September	31 December
	2017	2016
	<i>US\$'000</i>	<i>US\$'000</i>
	(Unaudited)	(Audited)
NON-CURRENT LIABILITIES		
Bank borrowings	866,806	904,133
Corporate bond	149,322	143,386
Other non-current liabilities	24,865	24,096
Deferred tax liabilities	61,351	61,626
Total non-current liabilities	1,102,344	1,133,241
NET ASSETS	1,462,308	1,418,748
EQUITY		
Equity attributable to shareholders of the Company		
Issued capital	253,329	253,329
Reserves	927,513	817,937
Dividend	-	52,300
	1,180,842	1,123,566
Non-controlling interest	281,466	295,182
TOTAL EQUITY	1,462,308	1,418,748

The Group's unaudited consolidated results for the nine months ended 30 September 2017 have been prepared in accordance with the accounting policies adopted by the Group as disclosed in the audited financial statements for the financial year ended 31 December 2016.

By Order of the Board
Arunee Watcharananan
Director

Hong Kong, 13 November 2017

As at the date of this announcement, the Board comprises eight executive directors, namely, Mr. Dhanin Chearavanont, Mr. Adirek Sripratak, Mr. Soopakij Chearavanont, Mr. Suphachai Chearavanont, Mr. Bai Shanlin, Mr. Sooksunt Jiumjaiswanglerg, Mrs. Arunee Watcharananan and Mr. Yu Jianping; two non-executive directors, namely, Mr. Meth Jiaravanont and Mr. Yoichi Ikezoe; and five independent non-executive directors, namely, Mr. Ma Andrew Chiu Cheung, Mr. Sombat Deo-isres, Mr. Sakda Thanitcul, Mr. Vinai Vittavassarnvej and Mrs. Vatchari Vimooktayon.