



# Kencana Agri Limited

(Registration Number: 200717793E)  
(Incorporated in the Republic of Singapore)

Invitation in respect of 200,000,000 New Shares comprising:

- (a) 1,000,000 Offer Shares at S\$0.305 each by way of public offer; and
- (b) 199,000,000 Placement Shares by way of placement, comprising:
  - (i) 186,600,000 Placement Shares at S\$0.305 each for applications by way of Placement Share application forms or such other forms of application as the Issue Manager and the Joint Underwriters and Placement Agents may, in consultation with the Company, deem appropriate;
  - (ii) 300,000 Internet Placement Shares at S\$0.305 each for applications made through the Internet website of DBS Vickers Securities (Singapore) Pte Ltd; and
  - (iii) 12,100,000 Reserved Shares at S\$0.305 each reserved for our employees, business associates, Independent Directors and persons who have contributed to the success of the Group,

payable in full on application.

(the "Invitation")

**THIS ANNOUNCEMENT IS FOR INFORMATION PURPOSES ONLY AND DOES NOT CONSTITUTE AN INVITATION OR OFFER TO SUBSCRIBE FOR OR PURCHASE NEW SHARES.**

Capitalised terms used in this announcement shall, unless otherwise defined in this announcement, bear the same meanings used in the prospectus registered by the Monetary Authority of Singapore (the "MAS") on 17 July 2008 (the "Prospectus").

## APPLICATIONS AND INDICATIONS OF INTERESTS RECEIVED

The Board of Directors of Kencana Agri Limited (the "Company") is pleased to announce the details of applications for the Offer and the Placement at the close of the Application List at 12.00 noon on 23 July 2008 as follows: There were 1,430 valid applications for the 1,000,000 Offer Shares available for public subscription. In total, these applicants applied for 41,203,000 Offer Shares, with application monies received amounting to approximately S\$12.6 million.

Based on the total Invitation size of 200,000,000 New Shares and the total valid applications amounting to 267,088,000 New Shares (comprising valid applications received for 41,203,000 Offer Shares and 225,885,000 Placement Shares), the Invitation was approximately 1.3 times subscribed.

## APPLICATION RESULTS

(a) The Offer

To ensure a reasonable spread of shareholders, the Board of Directors of the Company, in consultation with DBS Bank Ltd, as the Issue Manager, has decided on the following basis of allocation for the Offer Shares:-

Range of Offer Shares applied for ('000)	Balloting Ratio	Number of Offer Shares Allocated per Successful Applicant ('000)	Percentage of Total Number of Offer Shares Available to the Public (%)	Number of Successful Applicants
1	5 : 50	1	1.6	16
2 to 9	7 : 50	2	11.6	58
10 to 49	8 : 50	3	28.5	95
50 to 99	11 : 50	5	14.5	29
100 to 499	15 : 50	8	29.6	37
500 to 999	40 : 50	10	7.0	7
1,000 and above	50 : 50	12	7.2	6
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			100.0	248

(b) The Placement

186,900,000 Placement Shares (which excludes the Reserved Shares but includes the Internet Placement Shares) have been validly allocated under the Placement. The spread of places is as follows:-

Range of Placement Shares applied for ('000)	Number of Places
1 to 9	277
10 to 49	638
50 to 99	72
100 to 499	108
500 to 999	23
1,000 and above	21
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	1,139

All the Reserved Shares were fully taken up by the employees, business associates, Independent Directors and other persons who have contributed to the success of the Group. The spread of applicants for the 12,100,000 Reserved Shares is as follows:-

Range of Reserved Shares Applied for ('000)	Number of Applicants
1 to 9	0
10 to 49	1
50 to 99	1
100 and above	23
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	25

## RULE 240 OF THE SGX-ST LISTING MANUAL

Pursuant to Rule 240 of the listing manual of the Singapore Exchange Securities Trading Limited (the "SGX-ST"), and to the best knowledge and belief of DBS Bank Ltd and CIMB-GK Securities Pte. Ltd., as the Joint Underwriters and Placement Agents, after having taken all reasonable steps and making all reasonable enquiries, the following persons have acquired the following number of Placement Shares:-

Name of Holder	Relationship	Number of New Shares	Circumstances Giving Rise to the Allotment
Soh Yew Hock	Independent Director of the Company	200,000	Allocated under the Placement (Reserved Shares)
Leung Yew Kwong	Independent Director of the Company	200,000	Allocated under the Placement (Reserved Shares)

Save as disclosed above, the Joint Underwriters and Placement Agents are not aware of any such prescribed parties who have subscribed for the Placement Shares. Should it subsequently come to the attention of the Joint Underwriters and Placement Agents that there are other such parties who have been allocated the Placement Shares, an appropriate announcement, via SGXNET, will be made by the Joint Underwriters and Placement Agents before trading commences on 25 July 2007.

The following parties have been allotted 10% or more of the New Shares:

Name	Number of Placement Shares
Universities Superannuation Scheme Ltd	27,250,000
Louis Dreyfus Commodities Asia Pte Ltd	27,250,000

Save as disclosed above, neither the Company nor the Joint Underwriters and Placement Agents are aware of any person who has applied and has been successfully allotted 10% or more of the New Shares.

## COMMENCEMENT OF TRADING AND REFUNDS

The Shares are expected to commence trading on a "ready" basis at 9.00 a.m. (Singapore time) on 25 July 2007, subject to the SGX-ST being satisfied that all conditions necessary for the commencement of trading in the Shares on a "ready" basis have been fulfilled. There will be NO trading on a "when-issued" basis.

Monies in respect of unsuccessful applications, are expected to be returned (without interest or any share of revenue or other benefit arising therefrom) within 24 hours after the balloting of applications, to the applicants at their own risk, by ordinary post or through the crediting of the relevant amount to the applicant's accounts with their respective Participating Banks, as the case may be.

In respect of invalid or partially successful applications, any balance of the application monies is expected to be refunded (without interest or any share of revenue or other benefit arising therefrom) to the applicants, by ordinary post (in the case of applications made using printed Application Forms) or through the crediting of the relevant amounts to the applicants' accounts with their respective Participating Banks (in the case of Electronic Applications) at their own risk within fourteen (14) Market Days after the close of the Application List, provided that the remittance in respect of such applications which have been presented for payment or other processes has been honoured and the application monies have been received in the designated share issue account.

Applicants may call The Central Depository (Pte) Limited ("CDP") at 6535 7511 using their T-PIN and keying in the stock code: 5855 for enquiries on the status of their applications. To sign up for the service, applicants may contact CDP's customer service officers for an application form.

The Board of Directors of the Company is pleased to inform that the Central Provident Fund ("CPF") members may, with effect from the date on which the Shares are traded on a "ready" basis as indicated above, use their CPF Ordinary Account savings (up to 35% of investible savings) to purchase the Shares under and subject to the requirements of the CPF Investment Scheme-Ordinary Account.

The Board of Directors of the Company wishes to thank all applicants who have applied for the New Shares, the relevant authorities and all who have helped in one way or another in the Company's initial public offering, for their support and assistance.

Issued by

**DBS BANK LTD**  
**CIMB-GK SECURITIES PTE. LTD.**

For and on behalf of

**KENCANA AGRILIMITED**

24 July 2008

This announcement is for informational purposes only and is not intended, and should not be construed, as an offer of securities for sale in the United States. The securities described herein have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the "Securities Act") or the laws of any state, and may not be offered or sold within the United States, except pursuant to an exemption from or in a transaction not subject to, the registration requirements of the Securities Act and applicable state laws. There is no intention to register any portion of the Invitation described herein in the United States or to conduct a public offering of securities in the United States.