

May 14, 2008

Subject: Clarification of 1<sup>st</sup> Quarter 2008 Results

To: The President  
The Stock Exchange of Thailand

Univanich Palm Oil PCL hereby submits the Interim Financial Statements for the quarter ending 31<sup>st</sup> March 2008, and would like to clarify this operating result which is 181.8 % higher, than in the same period last year.

**1. Production**

Production of fresh fruit bunches (FFB) from our own estates was 43.5% higher than in Q1 of last year. The predicted recovery from last year's low crop has occurred earlier than expected, helped by good rainfall in the first quarter of 2008.

FFB purchased volume was 30.7% higher than in Q1 of last year. As a result of much higher palm oil prices in 2008 the average price of fruit purchased from outgrower suppliers increased by 66.0%

Total FFB processed by Univanich factories was 32.3% higher than last year. However, the volume of CPO produced increased by only 25.4% as oil extraction rates from the large volume of purchased fruit were significantly lower than in Q1 of last year.

**2. Sales**

Overall net proceeds of sales in the first quarter increased to Baht 1.228 billion, an increase of 49.8% over the same period last year.

The average CPO selling price was 83.0 % higher than in Q1 of last year. Prices of all vegetable oils have risen sharply during the past year due to high consumption growth in developing economies and new demand for biofuels. All our CPO sales were to domestic customers.

The average PKO selling price was 89.4% higher than in Q1 of last year due to high demand growth for lauric oils particularly in oleochemical industries, and very high prices in the competing petrochemical industries.

Sales of Univanich hybrid oil palm seeds have increased sharply, particularly in overseas markets where this high quality planting material has been achieving very good yields.

3. Costs

Fertiliser costs for our plantations increased by 70.5% over the same period last year as a result of sharply rising world prices for fertilisers, influenced by high agricultural demand and high petroleum prices.

4. Trading Result

After tax profit for Q1 2008 was **Baht 286.41 million** (Baht 3.05 per share), an increase of 181.8% over the same period last year.

The good recovery in first quarter crop production, coupled with high palm oil selling prices, has more than compensated for rising production costs and the much higher cost of purchased fruit.

Yours faithfully,  
Univanich Palm Oil PCL.

Anucha Supakorn  
Commercial Manager

cc: The Secretary-General  
The Securities and Exchange Commission