

**FIRST PACIFIC COMPANY LIMITED
PRESS RELEASE**

Monday, 13 August 2001

**INDOFOOD FIRST SEMESTER 2001 RESULTS POSTS INCREASED REVENUES
AND NET INCOME DESPITE DECLINING RUPIAH**

The attached press release has been issued by Indofood. First Pacific has a 48 per cent economic interest in Indofood, a leading processed-foods group with operations throughout Indonesia. Indofood is based in Jakarta, and is listed on the Jakarta and Surabaya stock exchanges. The principal businesses of Indofood are Instant Noodles, Flour and Edible Oils & Fats, and it also has interests in Snack Foods, Baby Foods, Food Seasonings and Distribution. Further information on Indofood can be found at www.indofood.co.id .

* * *

For further information, please contact:

PT Indofood Sukses Makmur Tbk

Djoko Wibowo

Investor Relations Department

Tel: (62-21) 522 8822 ext. 134 or 790

Herlinda Zulkarnaen

Manager, Investor Relations

Tel: (62-21) 522 8822 ext. 648 or 649

Press Release

INDOFOOD FIRST SEMESTER 2001 RESULTS POSTS INCREASED REVENUES AND NET INCOME DESPITE DECLINING RUPIAH

Today, Eva Riyanti Hutapea, President Director & CEO of PT Indofood Sukses Makmur Tbk (“Indofood”) announced the Company’s consolidated operating result for the first semester ended June 30, 2001, which registered 22% growth on its net sales to Rp. 7,158.0 billion and 23% growth in net income to Rp. 352.7 billion compared to the same period of 2000.

The growth in consolidated sales revenues driven by increases in both selling prices and volumes. The growth in net income was driven by lower losses on foreign exchange compared to first semester 2000 as a result of the reduction of the Company’s outstanding debts in foreign currency to US\$. 448 million as of June 30, 2001, compared to US\$. 680 million as at June 30, 2000.

Hutapea stated also that on the other hand the Company’s gross and EBIT margins at the end of June 2001 declined to 26.0% and 14.4%, respectively, as compared to 31% and 21% by the end of first semester 2000 due to the weakening of Rupiah relative to the US\$, from average exchange rate of Rp. 7,970 at the end of first semester 2000 to average of Rp. 10,643 at the end of June 2001, and combined with the increases in fuel, electricity and transportation costs, and other operating expenses as implications of the increases of those expenses which have been mentioned earlier.

With respect to the progress of the pledged deposits, Hutapea related that up to July 2001, Indofood has received a total of Rp. 97.1 billion in July 2001, and the outstanding balance of Rp. 392 billion will be released, in stages, until the end of the second semester 2001.

Commenting on Indofood’ s financial, Hutapea said : “In an environment of economic and political uncertainty, Indofood was still be able to post increased revenues and net income. In July, 2001, Indofood has repaid a further US\$. 120 million of its outstanding debts, which was financed by its internal cash generation. I’m confident that Indofood will continue paying its debt installments upon its respective due dates, and believe that Indofood will continue to grow in the years to come”.

Jakarta, August 13, 2001

**PT INDOFOOD SUKSES MAKMUR Tbk
THE BOARD OF DIRECTORS**

**PT INDOFOOD SUKSES MAKMUR Tbk
AND SUBSIDIARIES**

GEDUNG ARIOBIMO SENTRAL, 12th Floor, Jl. HR Rasuna Said X-2 Kav. 5, Kuningan,
Jakarta Selatan 12950, INDONESIA

Phone : (62 - 21) 5228822 Fax : 5226014 / 5225960

CONSOLIDATED BALANCE SHEETS

JUNE 30, 2001 AND 2000

(Amounts in Thousands Rupiah, except per Share data)

(UNAUDITED)

ASSETS

	2001	2000
	Rp	Rp
CURRENT ASSETS		
Cash and cash equivalents	1,844,141,213	2,305,830,738
Short-term investments	158,946,874	65,554,836
Time and certificates of deposits	456,751,600	-
Accounts receivable		
Trade - net		
Third parties	861,946,191	642,982,582
Related parties	79,696,477	57,706,367
Non - trade		
Related parties	335,044,365	178,540,054
Others - net	386,678,635	57,578,093
Inventories - net	2,355,982,769	1,796,193,553
Advances and deposits	364,972,689	128,119,880
Prepaid taxes	164,349,520	100,022,902
Prepaid expenses and other current assets	86,704,623	45,556,540
 Total Current Assets	 7,095,214,955	 5,378,085,545
NON - CURRENT ASSETS		
Time and certificates of deposits	-	517,101,214
Currency swap assets - net	1,845,234,183	949,977,838
Receivables from related parties	20,209,200	17,505,900
Deferred tax assets - net	28,887,232	31,605,878
Investments in shares of stocks	25,136,594	32,487,177
Property, plant and equipment - net	5,288,276,338	4,949,551,863
Deferred charges - net	75,149,827	54,404,914
Others	111,755,168	123,147,733
 Total Non Current Assets	 7,394,648,542	 6,675,782,517
 TOTAL ASSETS	 14,489,863,497	 12,053,868,062

**PT INDOFOOD SUKSES MAKMUR Tbk
AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2001 AND 2000**
(Amounts in Thousands Rupiah, except per Share data)
(UNAUDITED)

<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>	<u>2001</u>	<u>2000</u>
	Rp	Rp
CURRENT LIABILITIES		
Short-term bank loans and overdraft	393,104,000	482,913,000
Trust receipts payable	123,722,914	-
Accounts payable		
Trade		
Third parties	1,559,893,320	969,099,917
Related parties	150,477,998	182,837,334
Non - trade		
Related parties	84,981,774	2,364,557
Others	596,003,618	96,373,600
Accrued expenses	387,750,204	364,896,710
Taxes payable	197,428,980	156,948,750
Current maturities of long-term debts :		
Loans	3,846,177,772	3,077,897,244
Obligations under capital leases	5,997,896	6,721,002
Total Current Liabilities	<u>7,345,538,476</u>	<u>5,340,052,114</u>
NON - CURRENT LIABILITIES		
Deferred tax liabilities - net	<u>180,815,626</u>	<u>69,598,879</u>
Long - term debts (net of current maturities)		
Loans	1,910,746,414	3,268,741,376
Bonds payable	978,400,000	-
Obligations under capital leases	5,737,309	3,367,980
Other Non - Current Liabilities	115,469,039	80,928,391
Total Non - Current Liabilities	<u>3,191,168,388</u>	<u>3,422,636,626</u>
MINORITY INTERESTS IN NET ASSETS OF SUBSIDIARIES	<u>706,174,415</u>	<u>595,817,010</u>
STOCKHOLDERS' EQUITY		
Capital stock - Rp 100 par value		
Authorized - 30,000,000,000 shares		
Issued and fully paid - 9,156,000,000 shares	915,600,000	915,600,000
Additional paid-in capital	963,760,000	963,760,000
Differences arising from restructuring transactions among entities under common control	(917,740,765)	(917,740,765)
Unrealized gains on investments in marketable securities - net	6,573,864	2,513,290
Retained earnings		
Appropriated	25,000,000	20,000,000
Unappropriated	2,253,789,119	1,711,229,787
Total Stockholders' Equity	<u>3,246,982,218</u>	<u>2,695,362,312</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u><u>14,489,863,497</u></u>	<u><u>12,053,868,062</u></u>

**PT INDOFOOD SUKSES MAKMUR Tbk
AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
FOR THE SIX MONTHS ENDED JUNE 30, 2001 AND 2000
(Amounts in Thousands Rupiah, except Income per Share)
(UNAUDITED)**

	<u>2001</u> Rp	<u>2000</u> Rp
NET SALES	7,158,037,335	5,890,595,546
COST OF GOODS SOLD	<u>5,297,396,197</u>	<u>4,037,280,569</u>
GROSS PROFIT	<u>1,860,641,138</u>	<u>1,853,314,977</u>
OPERATING EXPENSES		
Selling	486,582,620	394,610,665
General and administrative	<u>340,473,080</u>	<u>212,638,135</u>
Total Operating Expenses	<u>827,055,700</u>	<u>607,248,800</u>
INCOME FROM OPERATIONS	<u>1,033,585,438</u>	<u>1,246,066,177</u>
OTHER INCOME (CHARGES)		
Equity in net earnings of investees - net	(1,132,250)	6,683,556
Interest income	89,123,716	116,905,296
Interest and other financing charges	(344,895,735)	(309,771,073)
Losses on foreign exchange - net	(234,055,322)	(616,667,131)
Others - net	<u>31,175,365</u>	<u>41,782,206</u>
Other Charges - Net	<u>(459,784,226)</u>	<u>(761,067,146)</u>
INCOME BEFORE PROVISION FOR INCOME TAX	<u>573,801,212</u>	<u>484,999,031</u>
PROVISION FOR INCOME TAX		
Current	120,577,426	125,176,575
Deferred	<u>28,645,326</u>	<u>3,856,137</u>
	<u>149,222,752</u>	<u>129,032,712</u>
INCOME BEFORE MINORITY INTERESTS IN NET EARNINGS OF SUBSIDIARIES	424,578,460	355,966,319
MINORITY INTERESTS IN NET EARNINGS OF SUBSIDIARIES - Net	<u>(71,883,758)</u>	<u>(69,466,614)</u>
NET INCOME	<u>352,694,702</u>	<u>286,499,705</u>
INCOME FROM OPERATIONS PER SHARE	<u>113</u>	<u>136</u>
NET INCOME PER SHARE	<u>39</u>	<u>31</u>

Jakarta, August 13, 2001
The Board of Directors
PT INDOFOOD SUKSES MAKMUR Tbk

Note: Income per share is computed based on the average number of outstanding shares during the period. For purposes of the income per share computation, the stock split made in the year 2000 was retroactively effected as if it occurred at the beginning of the year.

