



**FIRST PACIFIC COMPANY LIMITED**

(Incorporated in Bermuda with limited liability)

**GROUP CORPORATE COMMUNICATIONS**

24th Floor, Two Exchange Square, 8 Connaught Place, Hong Kong  
Tel: (852) 2842 4388 Email: info@firstpac.com.hk Fax: (852) 2845 9243  
http: //www.firstpacco.com

**Wednesday, 30 August 2006**

**INDOFOOD'S FIRST SEMESTER 2006 FINANCIAL RESULTS**  
**Indofood Delivers Sustained Sales Growth and Improved Net Income**

The attached press release was released today in Jakarta by Indofood, in which the First Pacific Group holds an economic interest of 51.5 per cent.

Indofood is the premier processed-foods company in Indonesia, which offers total food solutions to its customers. It is based in Jakarta, and is listed on the Jakarta and Surabaya Stock Exchanges. Through its four major business units, Indofood offers a wide range of food products: Consumer Branded Products (Noodles, Nutrition and Special Foods, Snack Foods and Food Seasonings), Bogasari, Edible Oils and Fats and Distribution. Indofood is considered as one of the world's largest instant noodles manufacturer by volume, and the largest flour miller in Indonesia. Indofood's flourmill in Jakarta is one of the largest in the world in terms of production capacity in one location. It also has an extensive distribution network in the country. Further information on Indofood can be found at [www.indofood.co.id](http://www.indofood.co.id).

\* \* \*

For further information, please contact:

Werianty Setiawan  
Head of Investor Relations

Tel: (62-21) 522 8822 ext. 253



## **PRESS RELEASE**

### **INDOFOOD'S FIRST SEMESTER 2006 FINANCIAL RESULTS**

#### **Indofood Delivers Sustained Sales Growth and Improved Net Income**

Jakarta - 31 August 2006 - PT. Indofood Sukses Makmur Tbk. ("Indofood") today announced its financial results for the first semester of 2006, reporting a 17.8% (YoY) growth in net sales over 1H05 and improved net income of Rp267.8 billion (1H05:Rp14.5bn).

Net sales rose to Rp10,1 trillion in 1H06 from Rp8,6 trillion in 1H05, driven by strong growth in sales volume across most of the divisions, partially as the result of the ongoing improvements in our distribution system. Consumer Branded Products, including; Noodles, Nutrition and Special Foods, Snack Foods, and Food Seasonings (CBP), Bogasari, Edible Oils & Fats and Distribution posted sales growths of 23.1%, 13.9%, 5.3% and 37.0% respectively.

"We are pleased with the growth achieved in the first semester, particularly in light of weak consumer purchasing power", said Anthoni Salim, Indofood's President Director and CEO. "It is a result of concerted efforts made by our entire team and closer coordination across the Divisions"

The rising energy price, raw material and transportation costs continued to undermine profitability. Gross and EBIT margins declined to 22.7% and 9.2% in 1H06, compared to 24.9% and 10.3% in 1H05. The increase in sales volume, continuing cost efficiency initiatives, strengthening of the Rupiah and elimination of premium on principal-only swap, as well as the decline in interest and other financing charges contributed to the significant improvement of our net income in 1H06 to Rp267.8 billion (1H05:Rp14.5billion).

Debt to equity and net gearing ratios slightly improved to 1.58 times and 1.18 times (31 December 2005:1.59 times and 1.36 times).

### **THE BOARD OF DIRECTORS**

**PT. INDOFOOD SUKSES MAKMUR Tbk.**

# PT INDOFOOD SUKSES MAKMUR Tbk

## AND SUBSIDIARIES

GEDUNG ARIOBIMO SENTRAL, 12th Floor, Jl. HR Rasuna Sald X-2 Kav. 5, Kuningan, Jakarta Selatan 12950, INDONESIA  
Phone : (62-21) 5228822 Fax : 5226014/5225960

CONSOLIDATED BALANCE SHEETS  
JUNE 30, 2006 AND 2005  
(Amounts in Thousands of Rupiah, except Share Data)  
(UNAUDITED)

CONSOLIDATED STATEMENTS OF INCOME  
FOR THE SIX MONTHS ENDED JUNE 30, 2006 AND 2005  
(Amounts in Thousands of Rupiah, except Earnings per Share)  
(UNAUDITED)

ASSETS	2006		2005		LIABILITIES AND SHAREHOLDERS' EQUITY	2006		2005		CONSOLIDATED STATEMENTS OF INCOME	2006		2005	
	Rp	Rp	Rp	Rp		Rp	Rp	Rp	Rp		Rp	Rp	Rp	
<b>CURRENT ASSETS</b>					<b>CURRENT LIABILITIES</b>					<b>NET SALES</b>				
Cash and cash equivalents	1,759,127,338	981,131,112	Short-term bank loans and overdraft	1,571,196,738	220,218,891	NET SALES	10,141,746,841	8,608,699,072						
Short-term investments	500,063,274	411,615,119	Trust receipts payable	726,923,112	516,050,416	<b>COST OF GOODS SOLD</b>	7,838,588,269	6,469,379,603						
Accounts receivable			Accounts payable			<b>GROSS PROFIT</b>	2,303,158,572	2,139,319,469						
Trade			Trade			<b>OPERATING EXPENSES</b>								
Third parties - net	1,344,080,681	1,351,713,761	Third parties	1,386,286,938	1,231,976,221	Selling	856,788,522	790,495,245						
Related parties	101,740,320	118,829,553	Related parties	54,684,119	57,143,477	General and administrative	514,609,250	464,697,600						
Non-trade			Non-trade			Total Operating Expenses	1,371,397,772	1,255,192,845						
Third parties - net	170,942,163	231,336,527	Third parties	259,605,494	292,447,271	<b>INCOME FROM OPERATIONS</b>	931,760,800	884,126,624						
Related parties	54,642,358	114,374,445	Related parties	30,199,765	82,898,611	<b>OTHER INCOME / (CHARGES)</b>								
Inventories - net	2,519,166,202	2,462,290,066	Accrued expenses	466,649,913	336,819,958	Interest income	28,318,182	24,814,788						
Advances and deposits	242,273,196	192,193,065	Taxes payable	266,842,683	154,141,532	Interest expense and other financing charges	(442,428,650)	(452,110,827)						
Prepaid taxes	303,993,759	184,022,835	Current maturities of long-term debts			Gains (losses) on foreign exchange - net	50,220,898	(445,081,616)						
Prepaid expenses and other current assets	109,448,979	79,200,013	Bonds payable	-	1,000,000,000	Others - net	(3,955,267)	111,595,877						
<b>Total Current Assets</b>	<b>7,105,478,272</b>	<b>6,126,706,496</b>	Bank loans	468,324,363	439,374,363	Other Charges - Net	(367,844,837)	(760,781,778)						
<b>NON-CURRENT ASSETS</b>			Obligations under capital leases	-	7,463,210	<b>INCOME BEFORE INCOME TAX BENEFIT / (EXPENSE)</b>	563,915,963	123,344,846						
Claims for tax refund	247,272,276	306,622,696	Total Current Liabilities	5,230,713,125	4,338,533,950	<b>INCOME TAX BENEFIT / (EXPENSE)</b>								
Deferred tax assets - net	95,002,372	44,795,465	<b>NON-CURRENT LIABILITIES</b>			Current	(177,065,492)	(141,736,744)						
Investments in shares of stock and convertible bonds	26,053,814	279,701,966	Long-term debts - net of current maturities			Deferred	(79,600,230)	88,081,120						
Plantations			Bonds and guaranteed notes payable - net	2,188,988,398	4,017,982,450	Income Tax Expense - Net	(256,665,722)	(53,655,624)						
Mature plantations - net	209,764,250	147,955,334	Bank loans	2,136,670,750	250,941,806	<b>INCOME BEFORE MINORITY INTERESTS</b>								
Immature plantations	311,953,059	168,255,215	Total long-term debts	4,325,659,148	4,268,924,256	IN NET EARNINGS OF SUBSIDIARIES - Net	307,250,241	69,689,222						
Property, plant and equipment - net	6,586,915,078	6,005,587,331	Deferred tax liabilities - net	791,919,609	583,022,695	<b>MINORITY INTERESTS IN NET EARNINGS OF SUBSIDIARIES - Net</b>	(39,480,093)	(55,234,954)						
Deferred charges - net	265,541,696	185,988,370	Estimated liabilities for employee benefits	425,739,150	227,979,851	<b>NET INCOME</b>	267,770,148	14,454,268						
Goodwill - net	252,568,471	211,575,591	Goodwill - net	3,400,919	-	<b>EARNINGS PER SHARE</b>								
Other non-current assets	791,335,425	755,796,717	Total Non-current Liabilities	5,546,718,826	5,079,926,802	Income from Operations	109	104						
<b>Total Non-current Assets</b>	<b>8,786,406,441</b>	<b>8,106,278,685</b>	<b>MINORITY INTERESTS IN NET ASSETS OF SUBSIDIARIES</b>	<b>612,424,888</b>	<b>619,735,513</b>	Net Income	31	2						
<b>TOTAL ASSETS</b>	<b>15,891,884,713</b>	<b>14,232,985,181</b>	<b>SHAREHOLDERS' EQUITY</b>											
			Capital stock - Rp 100 par value											
			Authorized - 30,000,000,000 shares											
			Issued and fully paid - 9,444,189,000 shares	944,418,900	944,418,900									
			Additional paid-in capital	1,182,045,894	1,182,045,894									
			Differences in values of restructuring transactions among entities under common control	(989,440,807)	(917,740,765)									
			Unrealized gains on investments in marketable securities - net	72,371,941	31,247,095									
			Differences arising from changes in equities of Subsidiaries	138,909,956	78,731,138									
			Differences arising from foreign currency translations	4,951,873	2,064,933									
			Retained earnings											
			Appropriated	50,000,000	45,000,000									
			Unappropriated	3,839,839,458	3,570,091,062									
			Treasury stock - 915,600,000 shares	(741,069,341)	(741,069,341)									
			Net Shareholders' Equity	4,502,027,874	4,194,788,916									
			<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>15,891,884,713</b>	<b>14,232,985,181</b>									

Notes : 1. Earnings per share is computed based on the weighted average number of outstanding shares during the periods.  
2. The foreign exchange rates used at June 30, 2006 and 2005 were Rp 9,300 and Rp 9,713 to US\$ 1, respectively.  
3. The above Consolidated Balance Sheets as of June 30, 2006 and 2005, and the related Consolidated Statements of Income for the six months ended June 30, 2006 and 2005 had been reviewed by Purwanto, Sarwoko & Sandjaja, Registered Public Accountants.

Jakarta, August 31, 2006

The Board of Directors  
PT INDOFOOD SUKSES MAKMUR Tbk