

Company Announcement

PT Bakrie Sumatera Plantations Tbk Announces Rights Issue

Jakarta, 15 December 2009

PT Bakrie Sumatera Plantations Tbk's ("BSP") today announced that it will be undertaking a Limited Public Offering III to shareholders through the Rights Issue of 9,469,992,337 (nine billion four hundred sixty nine million nine hundred ninety two thousand three hundred thirty seven) shares with a nominal value of Rp 100 (one hundred Rupiah) per share with an exercise price of Rp 525 (five hundred fifty five Rupiah) per share so that the total value of issuance will be Rp 4,971,745,976,925 (four trillion nine hundred seventy one billion, seven hundred forty five million nine hundred seventy six thousand and nine hundred twenty five). Eligible shareholders will receive an entitlement to apply for five (5) new shares for every two (2) shares held at the Record Date of 4 pm Jakarta Time on January 29, 2010. 1 warrant is attached in every 15 new shares which exercisable at Rp 530/share, starting from 1 August 2010 until 31 January 2013. The Rights Issue trading period is from 1 February 2010 to 5 February 2010.

The proceeds raised from the Rights Issue will be used for the following purposes :

1. Approximately 64.9% of the total proceeds or Rp 3,160 billion will be used to increase the capital of certain subsidiaries of BSP. These subsidiaries will use the additional capital to acquire plantation and oleochemical companies as follows :
 - a. Approximately 45.2% of the total proceeds or Rp 2,200 billion will be used for the following purposes :
 - i. Acquisition of 100% shares in PT Domas Agroiinti Prima ("DAP" – which owns 99.6% stake in PT Sawitmas Agro Perkasa ("SMAP")), 0.4% shares in SMAP, 100% shares in PT Sarana Industama Perkasa ("SIP"), 100% shares in PT Flora Sawita Chemindo ("FSC"), 100% shares in PT Domas Agroiinti Perkasa ("DAIP"), and 100% shares in PT Domas Sawitinti Perdana ("DSIP") (DAP, SMAP, SIP, FSC, DAIP and DSIP hereinafter referred to as the "Oleochemical Group") for approximately 22.6% of the total proceeds or US\$ 110 million.
 - ii. Approximately 11.5% of the total proceeds or Rp 560 billion will be used to increase the capital of the Oleochemical Group which afterwards will be allocated for the Oleochemical Group's capital expenditures.

- iii. Approximately 11.1% of the total proceeds or Rp 540 billion will be used to increase the capital of the Oleochemical Group and afterwards will be used to fund the Oleochemical Group's working capital.
 - b. Approximately 11.3% of the total proceeds or Rp 550 billion will be used to acquire PT Monrad Intan Barakat ("MIB" – by acquiring 100% shares in MIB). MIB is a palm plantation company located in Limamar village, Central Kalimantan province.
 - c. Approximately 5.1% of the total proceeds or Rp 250 billion will be used to acquire PT Julang Oca Permana ("JOP" – by acquiring 100% shares in JOP). JOP is a rubber plantation company located in Tanjung Kemenyan and Air Sebayur village, Bengkulu province.
 - d. Approximately 3.3% of the total proceeds or Rp 160 billion will be used to acquire PT Citalaras Cipta Indonesia ("CCI" – by acquiring 100% shares in CCI). CCI is a palm plantation company located in Nagari Tapan village, West Sumatera province.
2. Approximately 25.7% of the total proceeds or Rp 1,250 billion will be used for further development of BSP's upstream business.
 3. Approximately 9.5% of the total proceeds or Rp 460 billion will be used to increase BSP's working capital.

The company believes that these acquisitions will strengthen its core business of palm and rubber plantations and at the same time expand its business portfolio into the downstream oleochemical business. Additionally, these transactions will enable BSP to capture a greater proportion of the palm oil value chain and obtain synergies from a vertically integrated business model.

For further information, please contact :

Dian Indah

Investor Relations

PT Bakrie Sumatera Plantations Tbk.

Tel : (62-21) 252 1286 - 88

Fax : (62-21) 252 1252