

This Report is Originally Issued in Indonesian Language.

PT Bakrie Sumatera Plantations Tbk. and Subsidiaries

Consolidated Balance Sheets

As of December 31, 2004 and 2003

(In thousand Indonesian Rupiah, Except Par Value)

	Notes	2004	(As restated - see Notes 2i and 4) 2003*)
Assets			
Current Assets			
Cash and cash equivalents	2c,5	32,407,390	22,638,357
Trade receivables	2d,6		
Third parties - net of allowance for doubtful accounts of Rp 4,180,540 in 2004 and 2003	28	22,713,618	12,443,213
Related parties - net of allowance for doubtful accounts of Rp 22,000,000 in 2004 and 2003	2e, 28,42	23,906,796	21,719,238
Other receivables	2d,7		
Third parties - net of allowance for doubtful accounts of Rp 64,710 in 2004 and 2003		49,886,275	783,225
Related parties	2e,42	7,776,880	3,429,242
Inventories	2f,8,28	28,480,931	30,502,203
Prepaid taxes	9,39	993,267	347,279
Prepaid expenses	2g,10, 28a	1,578,662	1,862,191
Advances	11	15,062,846	8,334,601
Total current assets		<u>182,806,665</u>	<u>102,059,549</u>
Non-Current Assets			
Due from a related party - net of allowance for doubtful accounts of Rp 2,991,629 in 2004 and 2003	2d,2e,13,42	1,602,819	1,189,813
Due from plasma	2l,14,44	28,733,657	22,411,069
Deferred tax assets - net	2u,2w,39	41,443,700	53,215,462
Investments in shares of stock - net of allowance for unrecoverable investments in shares of stock of Rp 511,353 in 2004 and 2003	2b, 2w,12	1,184,850	1,170,209
Plantations	2h,15,28		
Mature plantations - net of accumulated depreciation of Rp 156,587,440 in 2004 and Rp 118,279,459 in 2003		353,472,476	353,728,158
Immature plantations		77,840,510	61,110,093
Property, plant and equipment - net of accumulated depreciation of Rp 173,452,738 in 2004 and Rp 131,282,119 in 2003	2i,2j,2k,16,28	313,948,691	228,392,570
Goodwill - net of accumulated amortization of Rp 1,019,804 in 2004 and Rp 1,524,119 in 2003	2n, 17	92,688,446	2,675,881
Other assets			
Restricted funds	18	15,822,575	16,889,713
Business project development	2q,19	3,035,909	-
Deferred charges - net	2o,20	1,096,728	-
Deferred expenses of land rights - net of accumulated amortization of Rp 245,288 in 2004 and Rp 121,919 in 2003	2i,4,21	10,171,524	3,399,977
Others	2m	897,470	836,764
Total other assets		<u>31,024,206</u>	<u>21,126,454</u>
Total non-current assets		<u>941,939,355</u>	<u>745,019,709</u>
Total Assets		<u>1,124,746,020</u>	<u>847,079,258</u>

*) Exclude the accounts of PT Agro Mitra Madani and PT Huma Indah Mekar that have been acquired on December 22, 2004 (see Notes 2b and 3).

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PT Bakrie Sumatera Plantations Tbk. and Subsidiaries
Consolidated Balance Sheets (Continued)

As of December 31, 2004 and 2003

(In thousand Indonesian Rupiah, Except Par Value)

	Notes	2004	(As restated - see Notes 2i and 4) 2003*)
Liabilities and Stockholders' Equity			
Current Liabilities			
Trade payables - third parties	22	21,595,991	27,233,035
Other payables	23		
Third parties		10,863,075	16,098,381
Related parties	2e,42	5,407,509	11,655,516
Accrued expenses	24	8,629,799	5,663,400
Taxes payables	2u,25,39	19,341,664	19,210,561
Dividends payable	33	421,328	421,328
Advances on sales	26	732,121	30,765,899
Short-term loan	27	33,000,000	42,325,000
Current maturities of:			
Long-term loan	28	74,554,045	46,136,697
Obligation under capital lease	2k,16,29	877,795	790,093
Total current liabilities		175,423,327	200,299,910
Non-Current Liabilities			
Due to a related party	2e,30,42	37,030,379	53,378,367
Deferred tax liabilities - net	2u,39	27,587,852	6,357,116
Long-term debts - net of current maturities:			
Long-term loan	28	475,520,455	485,082,567
Obligation under capital lease	2k,16,29	608,011	440,860
Total non-current liabilities		540,746,697	545,258,910
Stockholders' Equity			
Capital stock - Rp 100 par value in 2004 and Rp 500 par value in 2003			
Authorized - 4,144,000,000 shares in 2004 and 828,800,000 shares in 2003			
Issued and fully paid - 2,331,000,000 shares in 2004 and 248,640,000 shares in 2003	31	233,100,000	124,320,000
Additional paid-in capital - net	2p,32	147,256,406	44,548,000
Retained earnings (deficits)		28,219,590	(67,347,562)
Total stockholders' equity		408,575,996	101,520,438
Total Liabilities and Stockholders' Equity		1,124,746,020	847,079,258

*) Exclude the accounts of PT Agro Mitra Madani and PT Huma Indah Mekar that have been acquired on December 22, 2004 (see Notes 2b and 3).

The accompanying Notes to Consolidated Financial Statements are an integral part of the consolidated financial statements.

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PT Bakrie Sumatera Plantations Tbk. and Subsidiaries
Consolidated Statements of Income
For the Years Ended December 31, 2004 and 2003
(In thousand Indonesian Rupiah, Except Income Per Share)

	Notes	2004	(As restated - see Notes 2i and 4) 2003*)
NET SALES	2t,2w,6,34,42	696,447,294	457,221,021
COST OF GOODS SOLD	2t,2w,16,35,42	433,122,836	301,537,304
GROSS PROFIT		263,324,458	155,683,717
OPERATING EXPENSES:	2t,2w,16,36,40,43		
Selling		1,943,417	2,017,734
General and administrative		60,568,171	58,152,076
Total Operating Expenses		62,511,588	60,169,810
INCOME FROM OPERATIONS		200,812,870	95,513,907
OTHER INCOME (EXPENSES)			
Gain (loss) on foreign exchange - net	2s,27,28 (	48,924,753)	34,104,498
Interest income	2c,5	951,951	885,484
Gain on sale/disposal of property, plant and equipment	16	609,066	217,548
Interest and financial expenses	28,37 (	41,485,385)	(32,084,464)
Loss on written off plantations	15,47b (	1,328,049)	(1,966,872)
Loss on written off project development	2q	-	(22,856)
Gain on sale of investment in Subsidiary		13,922,051	-
Equity in net loss of Subsidiary	(	3,774,714)	-
Miscellaneous - net	38	19,607,622	19,662,387
Other Income (Expenses) - Net		(60,422,211)	20,795,725
INCOME BEFORE TAX EXPENSES		140,390,659	116,309,632
TAX EXPENSES	2u,39		
Current year	(	12,569,184)	(5,189,231)
Deferred	(	32,779,623)	(33,523,987)
Total Tax Expenses		(45,348,807)	(38,713,218)
INCOME BEFORE EXTRAORDINARY ITEM		95,041,852	77,596,414
EXTRAORDINARY ITEM	27,44i	10,010,000	2,829,197
INCOME BEFORE NET INCOME OF CONSOLIDATED SUBSIDIARIES BEFORE ACQUISITION		105,051,852	80,425,611
CONSOLIDATED SUBSIDIARIES' NET INCOME BEFORE ACQUISITION		(9,484,700)	-
NET INCOME		95,567,152	80,425,611
INCOME PER SHARE - BASIC	2v,41	68	322

*) Exclude the accounts of PT Agro Mitra Madani and PT Huma Indah Mekar that have been acquired on December 22, 2004 (see Notes 2b and 3).

The accompanying Notes to Consolidated Financial Statements are an integral part of the consolidated financial statements.

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PT Bakrie Sumatera Plantations Tbk. and Subsidiaries
Consolidated Statements of Changes in Stockholders' Equity
For the Years Ended December 31, 2004 and 2003
(In thousand Indonesian Rupiah)

	Notes	Capital Stock Issued and Fully Paid	Additional Paid in Capital - Net	Retained Earnings (Deficits)	Total Stockholders' Equity
Balance, January 1, 2003 *)		124,320,000	44,548,000	(149,914,301)	18,953,699
Previous year adjustment as effect of implementation of PSAK No. 47	2i and 4	-	-	2,141,128	2,141,128
Balance, January 1, 2003 - restated *)		124,320,000	44,548,000	(147,773,173)	21,094,827
Net income for the year - restated	2i and 4	-	-	80,425,611	80,425,611
Balance, December 31, 2003 - restated *)		124,320,000	44,548,000	(67,347,562)	101,520,438
Increase in capital stock through right issue	31 and 32	108,780,000	102,708,406	-	211,488,406
Net income for the year		-	-	95,567,152	95,567,152
Balance, December 31, 2004		233,100,000	147,256,406	28,219,590	408,575,996

*) Exclude the accounts of PT Agro Mitra Madani and PT Huma Indah Mekar that have been acquired on December 22, 2004 (see Notes 2b and 3).

The accompanying Notes to Consolidated Financial Statements are an integral part of the consolidated financial statements.

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PT Bakrie Sumatera Plantations Tbk. and Subsidiaries
Consolidated Statements of Cash Flows
For the Years Ended December 31, 2004 and 2003
(In thousand Indonesian Rupiah)

	Notes	2004	(As restated - see Notes 2i and 4) 2003*)
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers		583,518,324	436,242,333
Cash paid to suppliers and employees	(	495,785,194	(313,646,070)
Cash received from operations		87,733,130	122,596,263
Interest received		806,409	885,484
Interest payment (Notes 24 and 37)	(	30,081,924	(34,836,652)
Income tax payment	(	7,495,525	(3,064,345)
Penalty on loan repayment		-	(190,630)
Net Cash Provided from Operating Activities		50,962,090	85,390,120
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of Subsidiaries (Note 3)		8,355,600	-
Proceeds from sale of property, plant and equipment (Note 16)		307,500	623,442
Acquisition of Subsidiaries (Note 3)	(	112,063,424	-
Acquisition of property, plant and equipment (Note 16)	(	41,368,126	(21,849,171)
Decrease (increase) in other assets		-	1,159,430
Increase in business project development	(	3,035,910	-
Payment of deferred expenses of land rights (Note 21)	(	6,894,915	(1,036,805)
Net Cash Used for Investing Activities	(	154,699,275	(21,103,104)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from stock issuance through right issue (Note 31)		217,560,000	-
Decrease in other assets		3,182,092	975,261
Proceeds from long-term debts			
Others		152,921	1,019,283
Payment of long-term debts			
Bank (Note 28)	(	86,195,680	(67,101,618)
Obligation under capital lease	(	779,836	(588,380)
Others	(	408,715	(252,370)
Increase in due from plasma (Note 14)	(	6,322,589	(302,990)
Stock issuance costs through right issue (Note 32)	(	6,071,594	-
Increase (decrease) in due to a related party (Note 30)	(	2,581,767	7,683,965
Increase in due from a related party (Note 13)	(	413,006	(297,148)
Net Cash Provided from (Used for) Financing Activities		118,121,826	(58,863,997)
NET INCREASE IN CASH AND CASH EQUIVALENTS		14,384,641	5,423,019
EFFECT OF FOREIGN EXCHANGE TO CASH FLOW	(	4,484,349	2,595,000
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR			
Previously reported		22,638,357	14,620,338
Cash and cash equivalents of deconsolidated Subsidiary	(	131,259	-
		22,507,098	14,620,338
CASH AND CASH EQUIVALENTS AT END OF YEAR		32,407,390	22,638,357

*) Exclude the accounts of PT Agro Mitra Madani and PT Huma Indah Mekar that have been acquired on December 22, 2004 (see Notes 2b and 3).

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PT Bakrie Sumatera Plantations Tbk. and Subsidiaries
Consolidated Statements of Cash Flows (Continued)
 For the Years Ended December 31, 2004 and 2003
 (In thousand Indonesian Rupiah)

	2004	(As restated - see Notes 2i and 4) 2003*)
SUPPLEMENTAL CASH FLOWS INFORMATION		
Non-cash activities:		
Decrease in due to related parties through write-off payables according to reconciliation	13,766,221	-
Reclassification of construction in progress to property, plant and equipment	8,413,168	12,212,029
Decrease in other payables - third parties through write-off payables	7,801,437	-
Reclassification of immature plantations to mature plantations	6,667,240	23,729,290
Reclassification of general expenses to immature plantations	6,578,206	6,406,154
Reclassification of seedlings to immature plantations	1,561,705	1,569,473
Reclassification of immature plantations to construction in progress	345,325	-
Increase in investments in shares of stock through stock dividend	14,641	-
Reclassification of long term loan to short-term loan	-	42,325,000
Reclassification of property, plant and equipment to other assets	-	2,517,581
Restatement of amortization of property, plant and equipment to retained earnings	-	2,141,129

*) Exclude the accounts of PT Agro Mitra Madani and PT Huma Indah Mekar that have been acquired on December 22, 2004 (see Notes 2b and 3).

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