

FIRST PACIFIC COMPANY LIMITED
PRESS RELEASE

Friday, 4 March 2005

INDOFOOD 2004 FINANCIAL RESULTS

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 leading processed-foods group in Indonesia. It is based in Jakarta, and is listed on the Jakarta and Surabaya Stock Exchanges. Noodles, Flour and Edible Oils & Fats are the principal businesses of Indofood. It also has interests in Food Seasonings, Snack Foods, Baby Foods, Distribution and Packaging businesses. Further information on Indofood can be found at www.indofood.co.id.

* * *

For further information, please contact:

PT INDOFOOD SUKSES MAKMUR TBK

Djoko Wibowo

Head of Investor Relations Division

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

PRESS RELEASE

INDOFOOD 2004 FINANCIAL RESULTS

- **NET SALES OF RP.17.9 TRILLION ;**
- **HIGHER GROSS PROFIT OF RP.4.6 TRILLION (2003 : 4.5 TRILLION) ;**
- **HIGHER GROSS MARGIN OF 25.6% (2003 : 25.0%) ;**
- **HIGHER EBIT OF RP.2.1 TRILLION (2003 : RP. 2.0 TRILLION)**
- **HIGHER EBIT MARGIN OF 11.6% (2003 : 11.2%)**

=====

On behalf of the Board of Directors of Indofood, Anthony Salim, President Director & CEO of Indofood announced today Indofood's consolidated financial results for the year ended Dec.31, 2004. Although facing growing competition in various categories of Indofood's products, Indofood was able to sustain its consolidated sales of Rp.17.9 trillion, inclusive of the export revenues of US\$.265 million.

The Indofood Board highlighted the 2004 financial results, as follows :

Noodles, flour and edible oils & fats remain the principal contributors with a total contribution of Rp.15.3 trillion or 85% (2003 : 85%) of consolidated sales, with the respective contribution of 33%, 33% and 19% (2003 : 33%, 28% and 24%). Despite fierce competition in the domestic market :

- Noodles sales volume recorded slight increase in sales volume to 9.9 billion packs (2003 : 9.8 billion packs) ;
- Flour sales volume up 8% to 2.4 million tons (2003 : 2.2 million tons).
- Branded cooking oils sales volume grew 7% to 310,000 tons (2003 : 289,600 tons) and sales volumes of plantations up 4% to 312,300 tons (2003 : 299,200 tons). As part of its business restructuring, the Company has scaled down significantly the low margin of its CPO trading business to 243,600 tons (2003 : 873,100 tons) ;
- With the exception of Baby Foods division, all other smaller operating divisions of Indofood posted year-on-year sales volume growth ranging from 3% to 8%.

Gross profit up to Rp.4.6 trillion (2003 : Rp.4.5 trillion), and gross margin grew to 25.6% (2003 : 25.0%). In addition, the Company was able to achieve higher EBIT and EBIT margin of Rp.2.1 trillion (2003 : Rp.2.0 trillion) and EBIT margin of 11.6% (2003 : 11.2%), respectively.

Net income declined 37% to Rp.378.1 billion (FY03 : Rp.603.5 billion) due mainly to net losses on foreign exchanges of Rp.296.9 billion (2003 : Rp.102.0 billion) recorded during 2004 because of the rupiah depreciation of 8.9% and the loss arising from unwinding of POS contract during 1st quarter 2004. The exchange rate as of December 31, 2004 and 2003 were Rp.9,290 per US. Dollar and Rp.8,465, respectively, whereas the average exchange rate during the year weakened to Rp.8,978 from an average of Rp.8,574 in 2003.

At the end of Dec.2004, total assets were Rp.15.7 trillion (Dec.31 '03 : Rp.15.3 trillion), including cash & cash equivalents of Rp.1.4 trillion (Dec.31 '03 : Rp.1.5 trillion), while shareholders' equity amounted to Rp.4.2 trillion (Dec.31 '03 : Rp.4.1 trillion).

As of Dec.31, 2004, the Rupiah equivalent of total Company's outstanding debts amounted to Rp.7.9 trillion (Dec.31 '03 : Rp.7.5 trillion), consists of US\$.317 million (2003 : US\$.400 million) and outstanding Rupiah debts of Rp.4.9 trillion (Dec.31 '03 : Rp.4.1 trillion). The increase of total debts was mainly due to the depreciation of Rupiah. To provide hedging for the US\$. denominated debts, as of Dec.31, 2004, Indofood had Principal Only Swap (POS) contracts of US\$.250 million.

The Debt - Equity ratio as of Dec.31, 2004 was 1.9 times (Dec.31 '03 : 1.8 times), while Net - Gearing ratio remains unchanged at 1.5 times (Dec.31 '03 : 1.5 times).

As part of the ongoing debt management program, the Company is continuously seeking opportunities to obtain replacement financing sources with cheaper interest rates, and to minimize the foreign exchange exposures. The Company has successfully bought back to date the amount of US\$.85.2 million of the US\$.280 million, 10.375% Eurobond originally issued by Indofood International Finance Limited, a wholly owned subsidiary of Indofood, in addition to the preceding redemption in full of US\$.30 million, 10.125% Guaranteed Notes Due 2007 issued by the same Issuer.

Looking at 2005 as another challenging and highly competitive year, the new management continues its initiatives to defend the Company's market leadership, and to take greater advantage of its economies of scale. Besides, several initiatives are being exercised in 2005 which include among others the planned spin-off and IPO of Bogasari, Company's wheat flour division, which is expected to be realized within second to third quarter of 2005, as one of our efforts to enhance shareholders' value.

Jakarta, March 5, 2005

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 DECEMBER 31, 2004 AND 2003

(Amounts In Thousands of Rupiah, except Share Data)

CONSOLIDATED STATEMENTS OF INCOME FOR THE YEARS ENDED DECEMBER 31, 2004 AND 2003

(Amounts In Thousands of Rupiah, except Earnings per Share)

<u>ASSETS</u>			<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>					
	2004	2003		2004	2003		2004	2003
	Rp	Rp		Rp	Rp		Rp	Rp
CURRENT ASSETS			CURRENT LIABILITIES			NET SALES		
Cash and cash equivalents	1,394,074,613	1,529,698,139	Short-term bank loans and overdraft	511,585,164	513,311,121		17,918,528,447	17,871,425,474
Short-term investments	198,775,915	537,310,044	Trust receipts payable	616,381,501	274,362,887	COST OF GOODS SOLD	13,323,636,791	13,405,368,541
Accounts receivable			Accounts payable			GROSS PROFIT	4,594,891,656	4,466,056,933
Trade			Trade			OPERATING EXPENSES		
Third parties - net	1,223,002,334	1,309,555,604	Third parties	1,166,766,048	1,341,975,814	Selling	1,546,073,876	1,473,914,495
Related parties	105,970,968	88,762,830	Related parties	34,339,195	25,598,631	General and administrative	961,426,896	983,347,496
Non-trade			Non-trade			Total Operating Expenses	2,507,500,772	2,457,261,991
Third parties - net	850,950,315	522,800,967	Third parties	198,537,205	351,975,997	INCOME FROM OPERATIONS	2,087,390,884	2,008,794,942
Related parties	74,988,993	85,068,581	Related parties	11,929,794	4,165,411	OTHER INCOME (CHARGES)		
Inventories - net	2,284,332,399	2,218,209,967	Accrued expenses	303,577,113	341,213,814	Interest income	126,255,793	179,637,334
Advances and deposits	153,243,647	398,392,197	Taxes payable	239,432,766	260,598,684	Interest expense and other financing charges	(943,854,878)	(968,232,783)
Prepaid taxes	59,931,168	210,321,903	Current maturities of long-term debts			Losses (gains) on foreign exchange - net of gains (losses)		
Prepaid expenses and other current assets	69,789,530	94,213,430	Bank loans and other borrowing	274,296,167	529,039,830	on changes in fair values of net currency swap assets	(296,936,146)	(102,040,067)
Total Current Assets	6,415,059,882	6,994,333,662	Bonds payable - net	997,300,000	-	Others - net	(120,475,190)	(87,024,254)
NON-CURRENT ASSETS			Obligations under capital leases	9,956,919	21,950,551	Other Charges - Net	(1,235,010,421)	(977,659,770)
Currency swap assets - net	1,208,267,349	1,141,518,102	Total Current Liabilities	4,364,101,872	3,664,192,740	INCOME BEFORE TAX BENEFIT (EXPENSE)	852,380,463	1,031,135,172
Long-term receivables			NON-CURRENT LIABILITIES			TAX BENEFIT (EXPENSE)		
Third parties	9,500,000	361,504,244	Long-term debts - net of current maturities			Current	(320,864,571)	(282,183,994)
Related parties	43,822,000	63,932,000	Bank loans and other borrowing	445,684,000	1,090,727,250	Deferred	263,787	(28,019,468)
Claims for tax refund	318,237,927	217,002,361	Bonds and guaranteed notes payable - net	5,031,969,783	5,030,239,696	Tax Expense - Net	(320,600,784)	(310,203,462)
Deferred tax assets - net	49,522,399	57,904,440	Obligations under capital leases	-	32,554,241	INCOME BEFORE MINORITY INTERESTS		
Long-term investments and advance for purchase of investment in shares of stock	364,002,449	20,232,941	Sub-total	5,477,653,783	6,153,521,187	IN NET EARNINGS OF SUBSIDIARIES	531,779,679	720,931,710
Plantations			Deferred tax liabilities - net	635,671,768	605,553,891	MINORITY INTERESTS IN NET EARNINGS OF SUBSIDIARIES - Net	(153,723,341)	(117,450,407)
Mature plantations - net	139,945,406	128,821,029	Estimated liabilities for employees' benefit	176,323,333	129,062,523	NET INCOME	378,056,338	603,481,303
Immature plantations	40,818,682	43,457,052	Total Non-current Liabilities	6,289,648,884	6,888,137,601	EARNINGS PER SHARE		
Property, plant and equipment - net	6,013,390,194	5,825,950,827	MINORITY INTERESTS IN NET ASSETS OF SUBSIDIARIES	759,203,720	662,643,219	Income from Operations	245	236
Deferred charges - net	145,188,922	182,257,741	SHAREHOLDERS' EQUITY			Net Income	44	71
Excess of investment costs over fair values of underlying net assets of subsidiaries - net	178,236,729	-	Capital stock - Rp 100 par value					
Other non-current assets	743,015,690	271,940,061	Authorized - 30,000,000,000 shares					
Total Non-current Assets	9,253,947,747	8,314,520,798	Issued and fully paid - 9,444,189,000 shares in 2004 and 9,443,269,500 shares in 2003	944,418,900	944,326,950			
TOTAL ASSETS	15,669,007,629	15,308,854,460	Additional paid-in capital	1,182,045,894	1,181,379,256			
			Differences arising from restructuring transactions among entities under common control	(917,740,765)	(917,740,765)			
			Unrealized gains on investments in marketable securities - net	30,911,209	11,058,667			
			Differences arising from foreign currency translations	1,405,835	(899,441)			
			Retained earnings					
			Appropriated	40,000,000	35,000,000			
			Unappropriated	3,716,081,421	3,581,825,574			
			Treasury stock - 915,600,000 shares	(741,069,341)	(741,069,341)			
			Net Shareholders' Equity	4,256,053,153	4,093,880,900			
			TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	15,669,007,629	15,308,854,460			

Notes : 1. The above financial information are derived from the consolidated financial statements that have been audited by Prasetio, Sarwoko & Sandjaja, registered public accountants, with an unqualified opinion in its report dated March 1, 2005.
2. Earnings per share is computed based on the weighted average number of outstanding shares during the years.
3. The foreign exchange rates used as at December 31, 2004 and 2003 were Rp 9,290 and Rp 8,465 to US\$ 1, respectively.
4. For comparative purposes, certain accounts in the 2003 Consolidated Financial Statements have been reclassified to conform with 2004 presentation.

Jakarta, March 5, 2005

The Board of Directors
PT INDOFOOD SUKSES MAKMUR Tbk