



(Incorporated in Bermuda with limited liability)

## GROUP CORPORATE COMMUNICATIONS

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## 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.

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## **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.