

PT. TUNAS BARU LAMPUNG Tbk AND ITS SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
MARCH 31, 2006 AND 2005

	<u>Notes</u>	<u>2006</u> <i>Rp '000</i>	<u>2005</u> <i>Rp '000</i>
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2c,f & 3,28	17,087,459	25,843,325
Trade accounts receivable			
Related parties	2d,g,4,25 & 28	87,856,838	94,893,677
Third parties	2c,g & 4	25,560,581	97,204,299
Other accounts receivable -net		1,763,197	2,337,832
Inventories - net of allowance for decline in value and inventory obsolescence of Rp. 955.212 thousand in 2006 and Rp. 749.896 thousand in 2005	2d,h,q & 5	125,192,207	174,445,299
Advances	2c	31,285,243	63,761,750
Prepaid taxes		4,171,907	32,867,720
Prepaid expenses	2i	4,007,314	3,701,147
Total Current Assets		296,924,746	495,055,047
NONCURRENT ASSETS			
Due from related parties	2d,g,6 & 25	1,628,133	11,988,391
Due from plasma	2j & 27	70,207,725	50,499,190
Deferred tax assets	2v & 23	3,451,942	3,455,038
Real estate assets	2k,q,7, & 25	23,195,600	23,195,600
Plantation			
Matured Plantation - net of accumulated depreciation of Rp 94.665.213 thousand in 2006 and Rp 80.548.818 thousand in 2005	2l,q & 8	336,085,773	353,605,002
Immatured Plantation	2l,q,s & 8	87,732,116	22,208,489
Property, plant and equipment - net of accumulated depreciation of Rp 255.906.624 thousand in 2006 and Rp 221.514.603 thousand in 2005	2d,m,q & 9	586,074,006	491,154,565
Property for lease - net of accumulated depreciation of Rp 8.835.817 thousand in 2006 and Rp 7.576.508 thousand in 2005	2d,m,q & 10	10,186,790	11,111,539
Property not used in operations	2m & 2q	14,499,379	1,122,988
Deferred charges	2n	3,383,858	4,754,669
Total Noncurrent Assets		1,136,445,321	973,095,471
TOTAL ASSETS		1,433,370,067	1,468,150,518

*See accompanying notes to consolidated financial statements
which are an integral part of the consolidated financial statements.*

PT. TUNAS BARU LAMPUNG Tbk AND ITS SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
MARCH 31, 2006 AND 2005 (Continued)

	<u>Notes</u>	<u>2006</u> <i>Rp '000</i>	<u>2005</u> <i>Rp '000</i>
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Trade accounts payable	11		
Third Parties		41,156,196	15,170,994
Taxes payable	2v & 12	11,657,800	6,632,019
Accrued expenses	2d & 25	5,714,942	5,493,646
Short Term Bank loans	2c,d & 13	65,478,154	143,473,044
Advanced received	2c, r, & 14	59,687,026	149,468,085
Current portion of long-term liabilities :			
Bank loans	2c & 18	82,977,500	43,614,000
Lease liabilities	2m	4,077,522	4,103,323
Other current payable		2,639,575	2,252,823
Total Current Liabilities		273,388,715	370,207,935
NONCURRENT LIABILITIES			
Due To related parties	2d,6 & 25	1,293,402	1,186,500
Due to shareholders	2d ,25	6,765,942	4,334,773
Defined-benefits post-employment reserve	2t	21,302,756	16,342,517
Deferred tax liabilities	2v & 23	25,170,022	26,285,483
Advanced received	2c, r, & 14	112,945,311	-
Long Term Bank loans - Power Plant	2c & 15	39,204,000	-
Long-term liabilities - net of current maturities :			
Bank loans	2c & 18	109,942,500	230,228,000
Lease liabilities	2d,m	13,117,476	15,780,866
Bonds payable - net of unamortized bonds issuances cost of Rp. 6.790.000 thousand in 2006 and Rp. 8.890.000 thousand in 2005	2o & 16 17	293,210,000	291,110,000
Other liabilities		21,071	22,241
Total Noncurrent Liabilities		622,972,480	585,290,381
MINORITY INTEREST IN NET ASSETS OF THE SUBSIDIARIES		1,192,042	1,186,615
EQUITY			
Capital stock - par value of Rp 125 per share			
Authorized - 3,200,000,000 shares in 2006 and 2005			
Issued and paid-up - 1,615,387,200 shares in 2006 and 2005	19	201,923,400	201,923,400
Additional paid-in capital - net	2p,19	184,200,968	184,200,968
Difference in value of restructuring transaction between entities under common control	2u	74,487	74,487
Retained earnings			
Appropriated	24	2,000,000	1,500,000
Unappropriated		147,617,976	123,766,732
Total Equity		535,816,831	511,465,587
TOTAL LIABILITIES AND EQUITY		1,433,370,067	1,468,150,518

*See accompanying notes to consolidated financial statements
which are an integral part of the consolidated financial statements.*

PT. TUNAS BARU LAMPUNG Tbk AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2006 AND 2005

	<u>Notes</u>	<u>2006</u> <i>Rp '000</i>	<u>2005</u> <i>Rp '000</i>
NET SALES	2d, r, 20, & 25	318,737,217	373,648,926
COST OF GOODS SOLD	2d, r, 21, & 25	<u>267,642,575</u>	<u>315,163,709</u>
GROSS PROFIT		<u>51,094,643</u>	<u>58,485,217</u>
OPERATING EXPENSES	2r, 22		
Selling		12,701,700	17,996,529
General and administrative	2d,t, 9,16 & 25	<u>14,584,345</u>	<u>13,212,815</u>
Total Operating Expenses		<u>27,286,045</u>	<u>31,209,344</u>
INCOME FROM OPERATIONS		<u>23,808,598</u>	<u>27,275,873</u>
OTHER INCOME (CHARGES)	2r		
Interest income		297,022	121,547
Gain (loss) on foreign exchange - net	2 x, & 27	26,169,226	(3,350,466)
Interest expense and financial charges	2c,s,13,16,18,&28	(21,440,034)	(21,758,139)
Others - net	2d, 23	<u>(388,131)</u>	<u>935,687</u>
Other Income (Charges) - Net		<u>4,638,083</u>	<u>(24,051,371)</u>
INCOME BEFORE TAX		<u>28,446,681</u>	<u>3,224,502</u>
TAX EXPENSE			
Current Tax	2v, 23	(5,218,653)	(385,983)
Deferred Tax	2v, 23	<u>(599,386)</u>	<u>(1,992,822)</u>
TAX EXPENSES		<u>(4,619,267)</u>	<u>(2,378,805)</u>
INCOME BEFORE MINORITY INTEREST IN NET LOSS OF SUBSIDIARIES		<u>23,827,414</u>	<u>845,697</u>
MINORITY INTEREST IN NET LOSS OF THE SUBSIDIARIES	2b	<u>29,167</u>	<u>32,352</u>
NET INCOME		<u><u>23,856,581</u></u>	<u><u>878,049</u></u>
BASIC EARNINGS PER SHARE (in full Rupiah)	2w	15	1

See accompanying notes to consolidated financial statements which are an integral part of the consolidated financial statements.

PT. TUNAS BARU LAMPUNG Tbk AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2006 AND 2005

	Paid-up capital stock <i>Rp' 000</i>	Additional paid-in capital <i>Rp' 000</i>	Difference in value of restructuring transactions between entities under common control <i>Rp' 000</i>	Retained earnings		Total equity <i>Rp' 000</i>
				Appropriated <i>Rp' 000</i>	Unappropriated <i>Rp' 000</i>	
Balance as of Januari 1, 2005	201,923,400	184,200,968	74,487	1,500,000	122,888,684	510,587,539
Net income of January 1 - March 31, 2005	-	-	-	-	878,048	878,048
Balance as of March 31, 2005	201,923,400	184,200,968	74,487	1,500,000	123,766,732	511,465,587
Net Income of April 1 - December 31, 2005	-	-	-	-	5,340,825	5,340,825
Cash Dividends	-	-	-	-	(4,846,162)	(4,846,162)
Appropriation of general reserve	-	-	-	500,000	(500,000)	-
Balance as of December 31, 2005	201,923,400	184,200,968	74,487	2,000,000	123,761,395	511,960,250
Net income of January 1 - March 31, 2006	-	-	-	-	23,856,581	23,856,581
Balance as of March 31, 2006	201,923,400	184,200,968	74,487	2,000,000	147,617,976	535,816,831

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PT. TUNAS BARU LAMPUNG Tbk AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2006 AND 2005

	<u>2006</u>	<u>2005</u>
	<i>Rp '000</i>	<i>Rp '000</i>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	317,204,183	413,288,949
Cash payments to suppliers, employees and others	(134,684,280)	(429,176,727)
Payment of income tax	(208,481)	(1,346,359)
Net Cash Provided by (Used In) Operating Activities	<u>182,311,422</u>	<u>(17,234,137)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(70,138,496)	(30,839,542)
Receipts from (Increase in)due from plasma	1,630,011	(7,470,424)
Receipts from (Payments to) related parties	5,331,417	(11,847,066)
Net Cash Used in Investing Activities	<u>(63,177,067)</u>	<u>(50,157,032)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Additinal of (Payment of) short-term bank loans	(77,994,890)	110,836,512
Payment of long-term bank loans	(19,681,500)	(10,360,000)
Additonal (Payment) of lease liabilities	(2,979,819)	1,769,065
Additional (Payment) of other deferred charges	2,109,458	(2,409,952)
Payment of interest and financial charges	(21,440,034)	(23,770,702)
Net Cash Provided by Financing Activities	<u>(119,986,784)</u>	<u>76,064,922</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	(852,430)	8,673,753
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>17,939,889</u>	<u>17,169,571</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>17,087,459</u></u>	<u><u>25,843,325</u></u>

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