

P.T. EKADHARMA TAPE INDUSTRIES Tbk  
BALANCE SHEETS  
AS OF DECEMBER 31, 2004 AND 2003

(In Rupiah)

ASSETS	NOTES	2004	2003
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	2b, 2i, 3	14,069,312,466	20,525,907,869
Investments in securities	2c, 4	7,655,000,000	-
Trade receivables - net of allowance for doubtful accounts of Rp130,990,346 in 2004 and Rp162,625,300 in 2003	2d		
- Third parties	2i, 5	7,744,301,137	8,505,086,587
- Related parties	2e, 5, 17	6,017,665	11,187,688
Taxes receivable	2k, 6, 11	1,159,904,187	858,992,081
Other receivables		97,547,895	177,856,162
Inventories	2f, 7	15,707,041,045	10,324,780,468
Prepaid expenses and advances		991,914,973	3,022,618,366
<b>Total Current Assets</b>		<b>47,431,039,368</b>	<b>43,426,429,221</b>
<b>NON-CURRENT ASSETS</b>			
Receivables from related parties	2e, 17	249,026,107	303,007,347
Investments in associate	2g, 8	3,134,250,000	3,134,250,000
Property, plant and equipment - less accumulated depreciation of Rp16,210,376,423 in 2004 and Rp14,760,286,184 in 2003	2h, 9	11,735,998,595	12,816,018,342
Deferred tax assets	2k, 11	403,920,290	384,908,534
Constructions in progress		-	728,415,159
Other assets		132,062,582	31,920,364
<b>Total Non - Current Assets</b>		<b>15,655,257,574</b>	<b>17,398,519,746</b>
<b>TOTAL ASSETS</b>	<b>19</b>	<b>63,086,296,942</b>	<b>60,824,948,967</b>

See accompanying Notes to Financial Statements which are an integral part of the Balance Sheets

P.T. EKADHARMA TAPE INDUSTRIES Tbk  
BALANCE SHEETS  
AS OF DECEMBER 31, 2004 AND 2003

(In Rupiah)

LIABILITIES AND STOCKHOLDERS' EQUITY	NOTES	2004	2003
<b>CURRENT LIABILITIES</b>			
Trade payables			
- Third parties	2i, 10	5,138,923,144	6,337,843,118
- Related parties	2e, 2i, 10, 17	1,609,279,737	1,149,624,782
Taxes payable	2k, 11	608,373,300	1,190,010,582
Other payables		525,906,641	452,745,961
Dividends payable		135,648,477	123,600,167
Accrued expenses	12	635,045,160	904,370,034
Advances from customers		288,645,493	238,141,930
Total Current Liabilities		<u>8,941,821,952</u>	<u>10,396,336,574</u>
<b>NON-CURRENT LIABILITIES</b>			
Provision for employees' benefits	21	<u>611,737,880</u>	<u>641,011,725</u>
<b>STOCKHOLDERS' EQUITY</b>			
Capital stock - Rp100 par value per share			
Authorized - 800,000,000 common shares			
Issued and fully paid - 223,608,000 common shares in 2004	13	22,360,800,000	-
Capital stock - Rp500 par value per share			
Authorized - 160,000,000 common shares			
Issued and fully paid - 44,721,600 common shares in 2003	13	-	22,360,800,000
Additional paid-in capital		3,213,100,000	3,213,100,000
Unrealized valuation differences of securities	2c, 4	1,509,674,999	-
Retained earnings		26,449,162,111	24,213,700,668
Total Stockholders' Equity		<u>53,532,737,110</u>	<u>49,787,600,668</u>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>		<u><u>63,086,296,942</u></u>	<u><u>60,824,948,967</u></u>

See accompanying Notes to Financial Statements which are  
an integral part of the Balance Sheets

P.T. EKADHARMA TAPE INDUSTRIES Tbk  
 STATEMENTS OF INCOME  
 FOR THE YEARS ENDED DECEMBER 31, 2004 AND 2003

(In Rupiah)

	NOTES	2004	2003
NET SALES	2e, 2j, 14, 17, 19	79,595,761,227	81,873,942,035
COST OF GOODS SOLD	2e, 2j, 15, 19	61,368,942,176	63,640,434,795
GROSS PROFIT		18,226,819,051	18,233,507,240
OPERATING EXPENSES	2j, 16		
Marketing		7,044,199,858	9,254,473,217
General and administrative		5,283,251,914	4,777,520,474
Total Operating Expenses		12,327,451,772	14,031,993,691
INCOME FROM OPERATIONS	19	5,899,367,279	4,201,513,549
OTHER INCOME (EXPENSES)			
Interest income		903,319,931	1,475,337,843
Gain on sale of property, plant and equipment	2h	9,211,067	41,202,590
Gain (loss) on foreign exchange - net		(553,098,154)	287,734,286
Loss on investments		(33,092,758)	(411,722,682)
Tax penalties		(17,275,029)	(182,570,714)
Miscellaneous - net		31,695,851	(16,165,353)
Total Other Income - Net		340,760,908	1,193,815,970
INCOME BEFORE INCOME TAX EXPENSE	19	6,240,128,187	5,395,329,519
INCOME TAX EXPENSE (BENEFIT)	2k, 11		
Current tax		1,787,598,500	1,577,065,400
Deferred tax		(19,011,756)	(523,856,690)
Income Tax Expense		1,768,586,744	1,053,208,710
NET INCOME		4,471,541,443	4,342,120,809
BASIC NET INCOME PER SHARE	2m	21.43	19.42

See accompanying Notes to Financial Statements which are  
 an integral part of the Statements of Income

P.T. EKADHARMA TAPE INDUSTRIES Tbk  
 STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY  
 FOR THE YEARS ENDED DECEMBER 31, 2004 AND 2003

(In Rupiah)

	Notes	Capital Stock	Additional Paid-In Capital	Foreign Exchange Translation Adjustment	Unrealized Valuation Differences of Securities	Unappropriated Retained Earnings	Total Stockholders' Equity
Balance at December 31, 2002		22,360,800,000	3,213,100,000	699,389,717	-	22,296,904,884	48,570,194,601
Reversal in relation to liquidation of Subsidiary		-	-	(699,389,717)	-	928,794,975	229,405,258
Net income		-	-	-	-	4,342,120,809	4,342,120,809
Cash dividends	13	-	-	-	-	(3,354,120,000)	(3,354,120,000)
Balance at December 31, 2003		22,360,800,000	3,213,100,000	-	-	24,213,700,668	49,787,600,668
Unrealized valuation differences of securities		-	-	-	1,509,674,999	-	1,509,674,999
Net income		-	-	-	-	4,471,541,443	4,471,541,443
Cash dividends	13	-	-	-	-	(2,236,080,000)	(2,236,080,000)
Balance at December 31, 2004		22,360,800,000	3,213,100,000	-	1,509,674,999	26,449,162,111	53,532,737,110

See accompanying Notes to Financial Statements which are  
 an integral part of the Statements of Changes in Stockholders' Equity

P.T. EKADHARMA TAPE INDUSTRIES Tbk  
 STATEMENTS OF CASH FLOWS  
 FOR THE YEARS ENDED DECEMBER 31, 2004 AND 2003

(In Rupiah)

	2004	2003
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash received from customers	80,412,220,264	80,782,821,118
Cash received from (payment for):		
Suppliers	(66,746,939,401)	(63,277,743,594)
Operating expenses	(11,421,043,433)	(12,602,171,843)
Taxes	(2,670,147,888)	(2,072,188,044)
Interest income - net	903,319,931	1,479,167,414
Others - net	(517,788,848)	155,948,224
Net Cash Flows Provided by (Used in) Operating Activities	<u>(40,379,375)</u>	<u>4,465,833,275</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investments in securities	(6,145,325,001)	-
Purchase advances	2,110,100,000	(2,110,100,000)
Additions to property, plant and equipment	(1,191,953,663)	(2,386,789,264)
Additions to construction in progress	628,272,941	(760,335,524)
Proceeds from sale of property, plant and equipment	406,721,385	226,102,654
Proceeds from liquidation of Subsidiary	-	1,098,707,704
Net Cash Flows Used in Investing Activities	<u>(4,192,184,338)</u>	<u>(3,932,414,430)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividends paid	(2,224,031,690)	(3,336,488,521)
Net Cash Flows Used in Financing Activities	<u>(2,224,031,690)</u>	<u>(3,336,488,521)</u>
Net Decrease in Cash and Cash Equivalents	(6,456,595,403)	(2,803,069,676)
Cash and Cash Equivalents at Beginning of Year	<u>20,525,907,869</u>	<u>23,328,977,545</u>
Cash and Cash Equivalents at End of Year	<u><u>14,069,312,466</u></u>	<u><u>20,525,907,869</u></u>
<b>SUPPLEMENTAL DISCLOSURES</b>		
Non cash investing activities:		
Unrealized gain on available for sale securities	1,509,674,999	-

See accompanying Notes to Financial Statements which are  
 an integral part of the Statements of Cash Flows