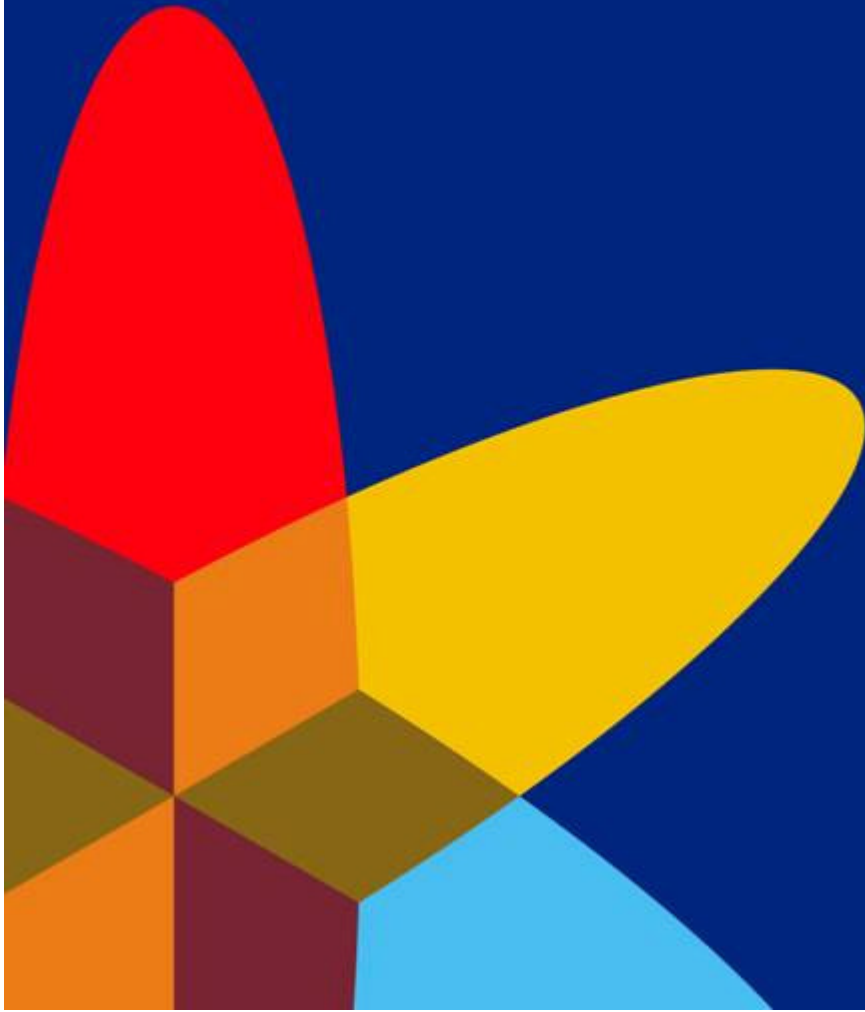


PT Indosat Tbk

Full Year 2005 Results



Key Business Segment

Indosat's key businesses are Cellular, Fixed Telecom and MIDI



	Cellular Business	Fixed Telecom	MIDI
Description	<ul style="list-style-type: none"> Second largest cellular operator in Indonesia 	<ul style="list-style-type: none"> Revenue comes primarily from IDD business (87%) 	<ul style="list-style-type: none"> Corporate Data Communications, Leased Lines, Satellite, Internet
Contribution (9M 2005)	<ul style="list-style-type: none"> 74.6% of revenue 	<ul style="list-style-type: none"> 10.8% of revenue 	<ul style="list-style-type: none"> 14.6% of revenue
Target Market Segment	<ul style="list-style-type: none"> Corporate Youth Mass 	<ul style="list-style-type: none"> Corporate SME Residential 	<ul style="list-style-type: none"> Wholesale Corporate Residential

Services



- Matrix – Postpaid for high end with advanced features
- Mentari – Prepaid for general users
- IM3 – Prepaid for the young & trendy



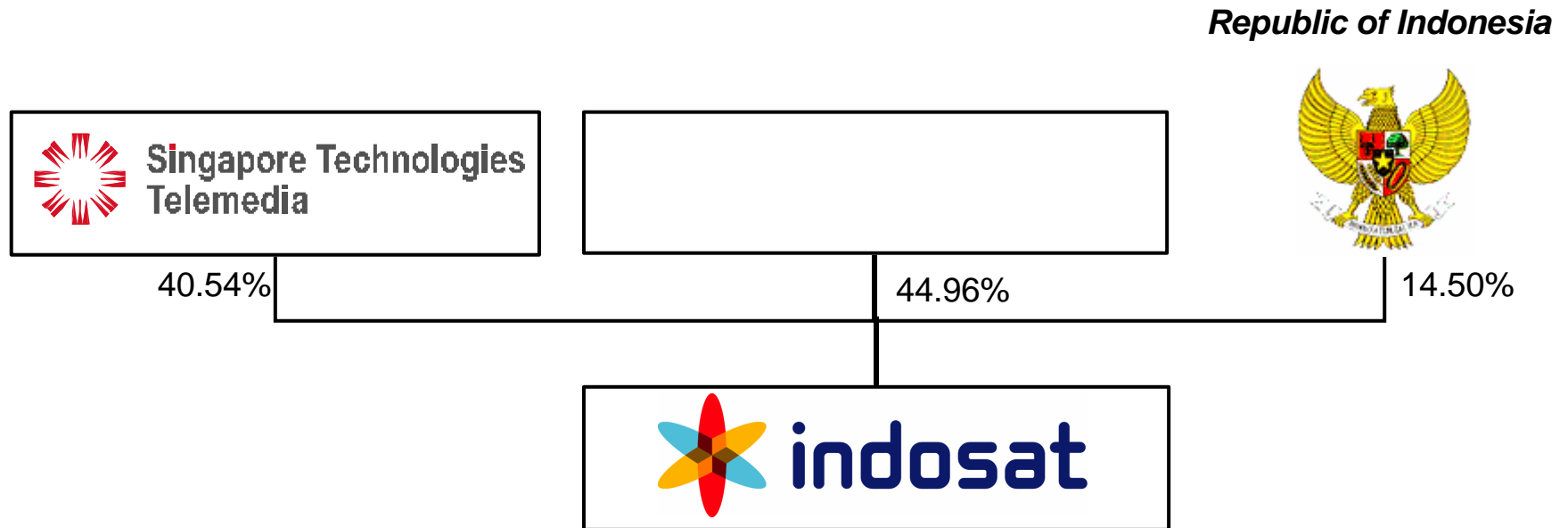
- IDD 001
- IDD 008
- Flat call
- StarOne



- Frame Relay
- Leased Circuits
- Data Comms
- Internet Access
- VSATs

Ownership Structure

- Indosat's shares are majority owned by public investors (44.96%)
- ST Telemedia through Indonesia Communications Limited owns (40.54%)
- Indonesian Government owns 14.50% including Series A share



Listed on the JSX, SSX and NYSE with market cap of around Rp29.7 trillion⁽¹⁾

Note:

(1) Per 31 December 2005

Main Initiatives 2006

Enhanced Services for Customer

Enhance services in new regions

Enhance Product and Promotion Program

Expand Fixed Wireless network to 15 more cities

Enhance network Coverage, Quality and Capacity

Around US\$700 million capex in 2006, 85% for cellular network roll out

Adding more network elements, backbone and infrastructure

Finalize Cellular Network Integration

Continuing Cost efficiency program

Reduce overall cost of SIM Card and vouchers

Committed to Good Corporate Governance

External Auditor Limited Review for Quarterly Financial Statements

Major Achievements in 2005

14.5 million cellular subscribers with a cellular revenues growth of 17.7% (YoY)

MIDI revenues increased by 14.2% (YoY)

IDD traffic increased by 12%, despite a decline in its revenues due to a tighter competition

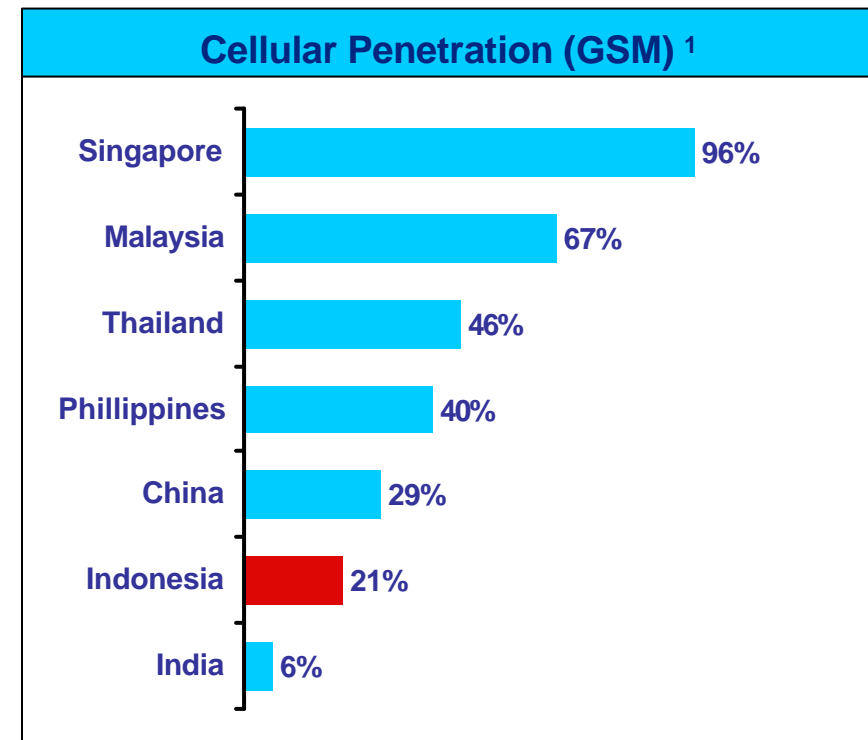
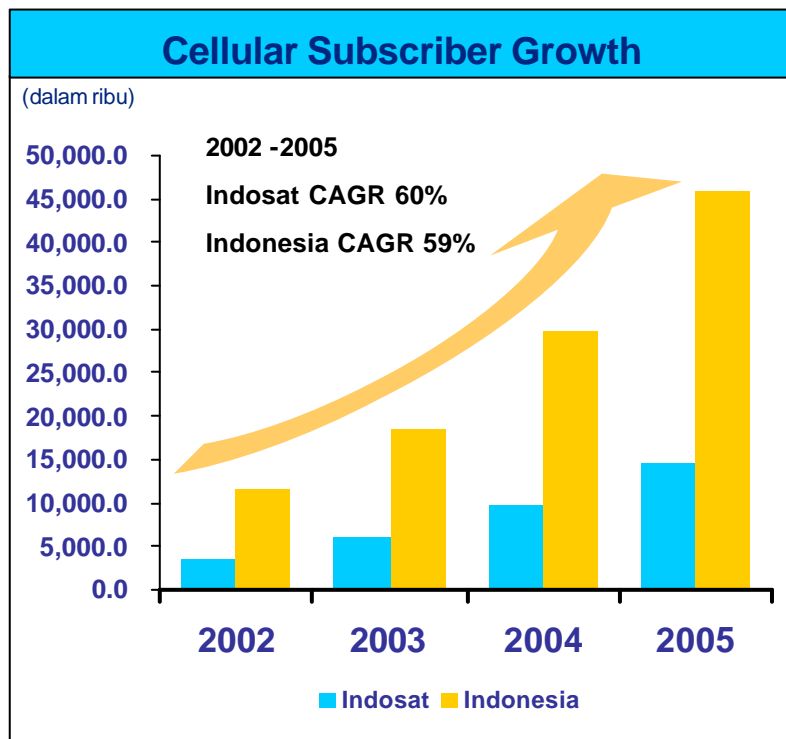
EBITDA increased by 11.9%

The successful financing program (US\$ note and IDR bond) and decrease in cost of borrowing/debt

Realization of merger benefits (cost efficiencies)

Cellular Services

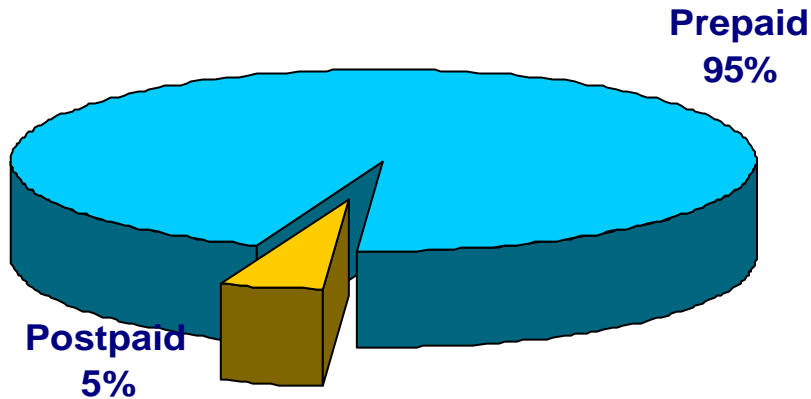
- Recording a high subs growth in recent years (CAGR 59% 2002-2005)
- In the year of 2005 Indosat recorded net add of 4.7 million subs, hence the cellular subs base at end of 2005 was 14.5 million subscribers.
- Indonesian cellular penetration is still relatively lower compared to other countries.



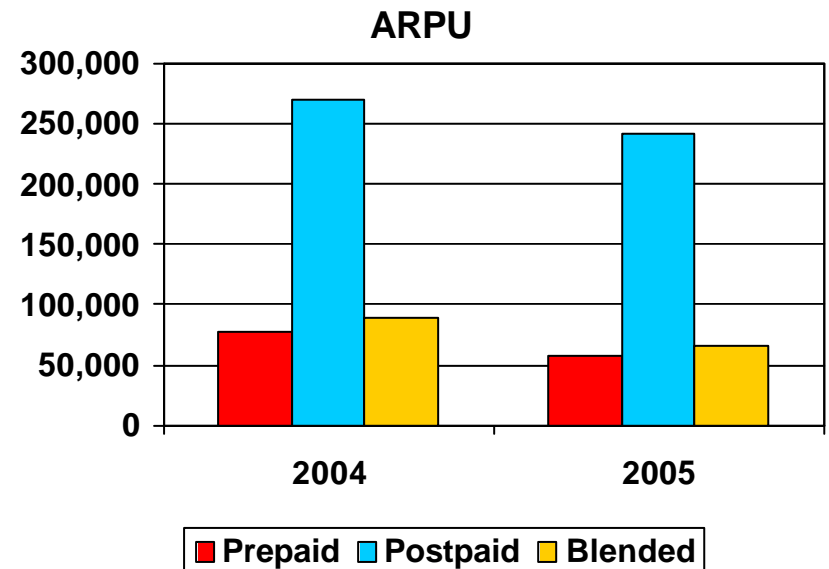
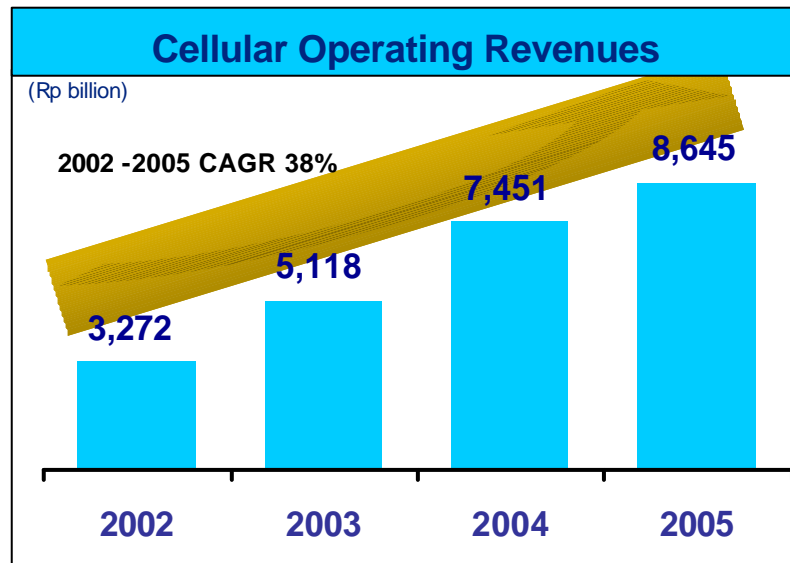
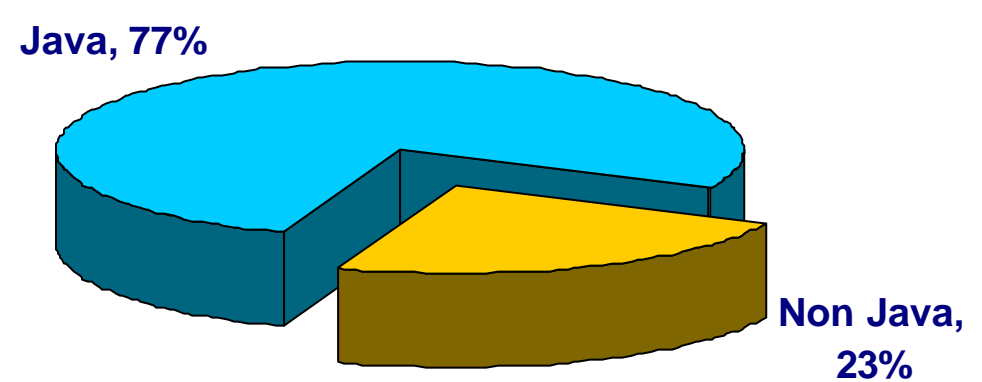
Notes : (1) Penetration data as Q3 2005, except Indonesia per 31 December 2005

Cellular Subscribers Composition

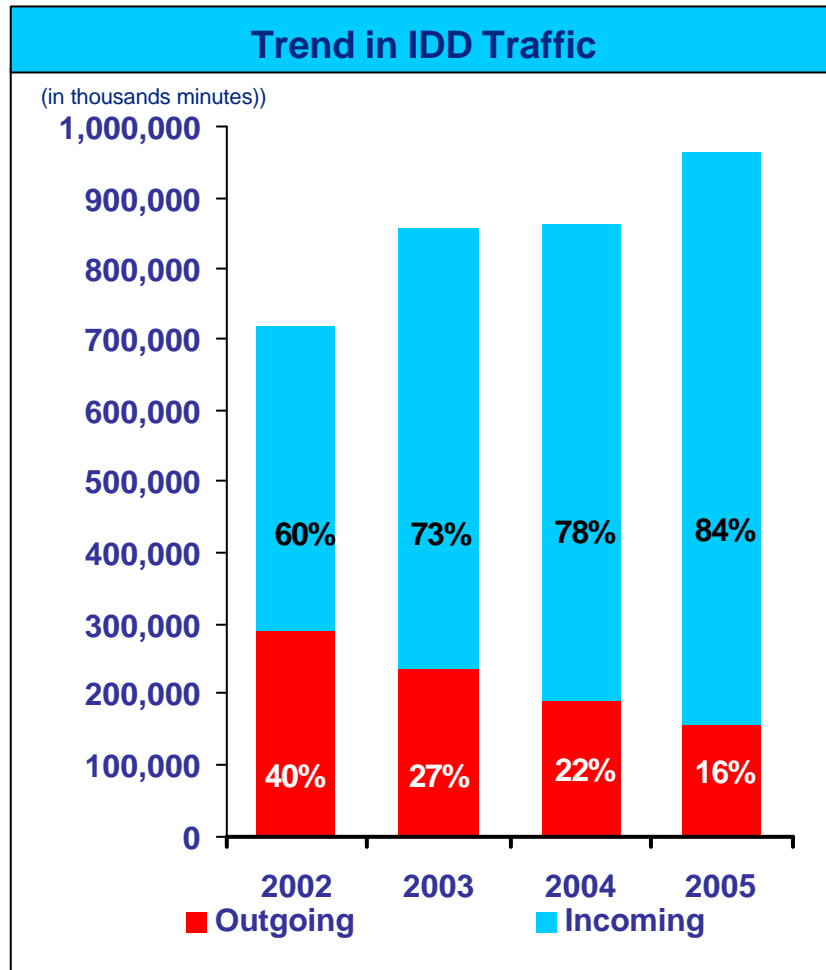
Subs composition as end of 2005
(in 000)



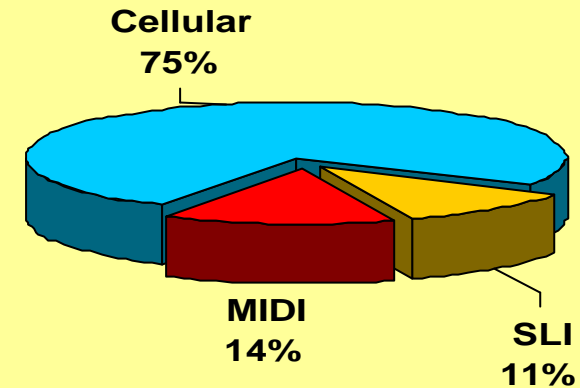
Subs Composition as end of 2005



Fixed Telecommunication and MIDI



Revenues Composition (2005)

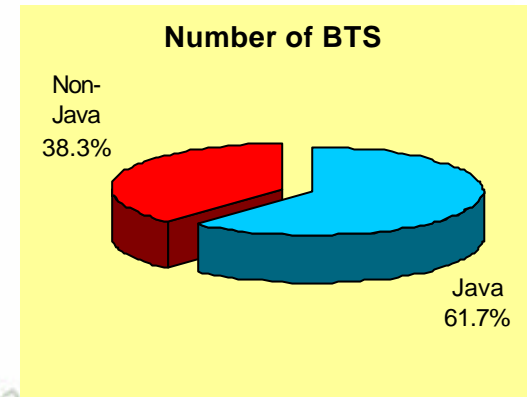


- Fixed telecommunication contributed 11% to operating revenues. IDD contributed 87% to fixed telecom revenues.
- MIDI revenues increased 14.2% (YoY), mainly due to continued demand in Internet service and domestic leased circuit

Cellular Network Coverage



Indosat Cellular Coverage



2005

Base Transceiver Stations	5,702
Base Station Controllers	142
Mobile Switching Centers	49

Radio Network Planning
Cellular Network Planning & Engineering



Financial Performance (YoY)

In billion Rupiah

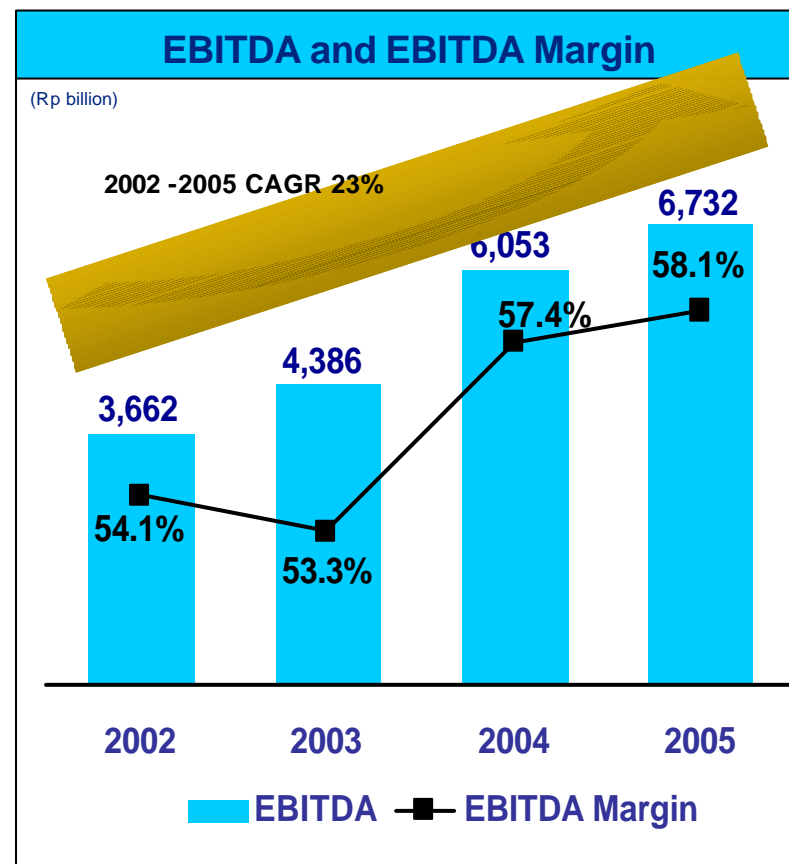
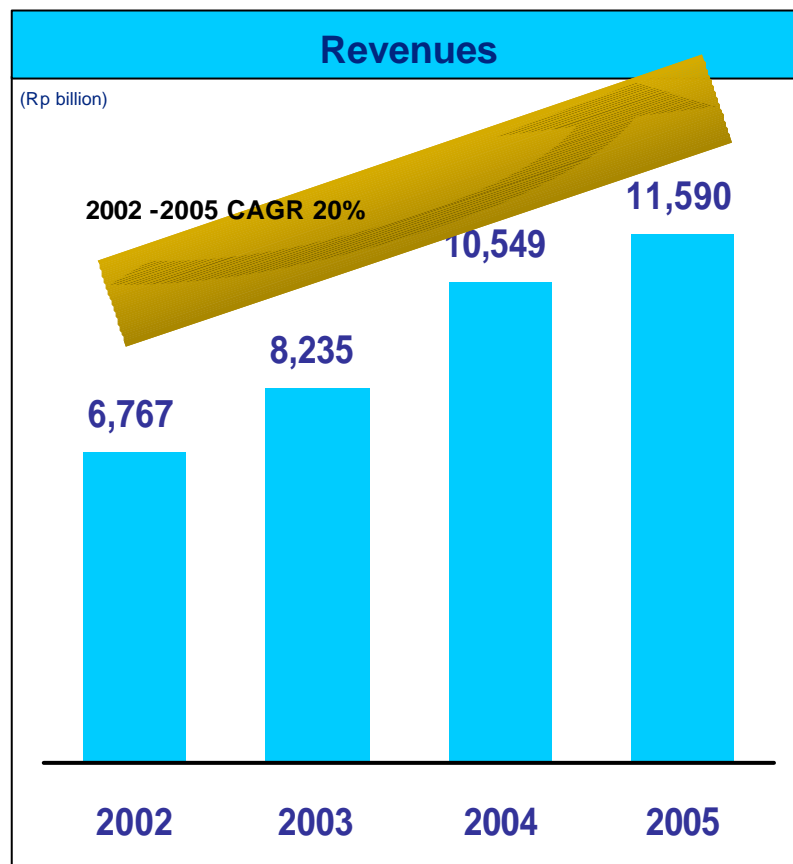
Operating Revenues	Rp11,589.8		11.1%
Operating Income	Rp3,651.9		14.2%
EBITDA	Rp6,732.1		11.9%
Other Income (Expenses)	(Rp1,299.2)		48.2%
Net Income	Rp1,623.5		0.6%

(1) Restated for the early adoption of 'SAK' 24 (Revised 2004), "Accounting for Employee Benefits", and SAK 38 (Revised 2004), "Accounting for Restructuring Transactions of Entities under Common Control".

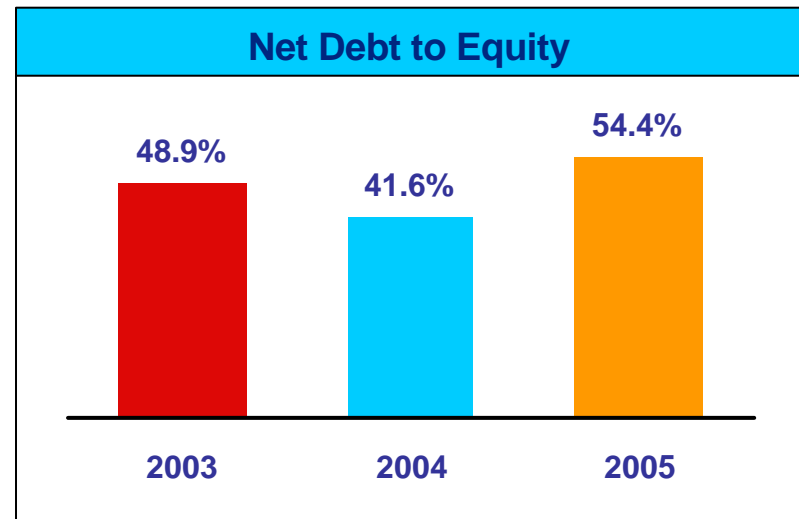
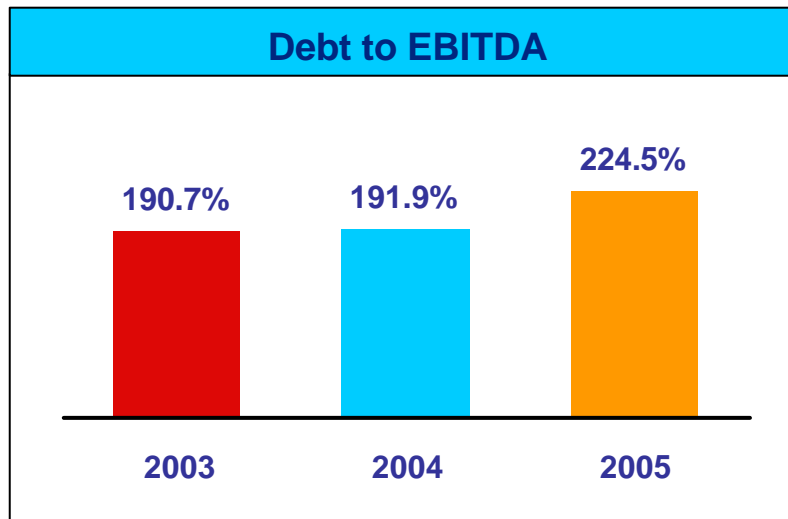
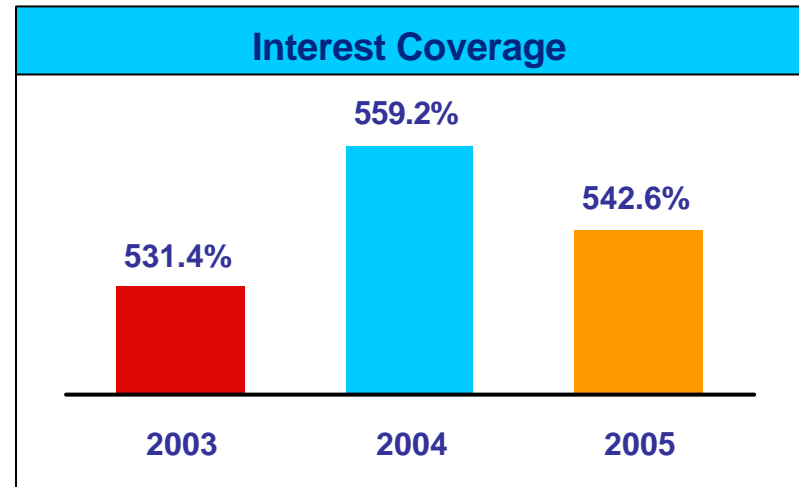
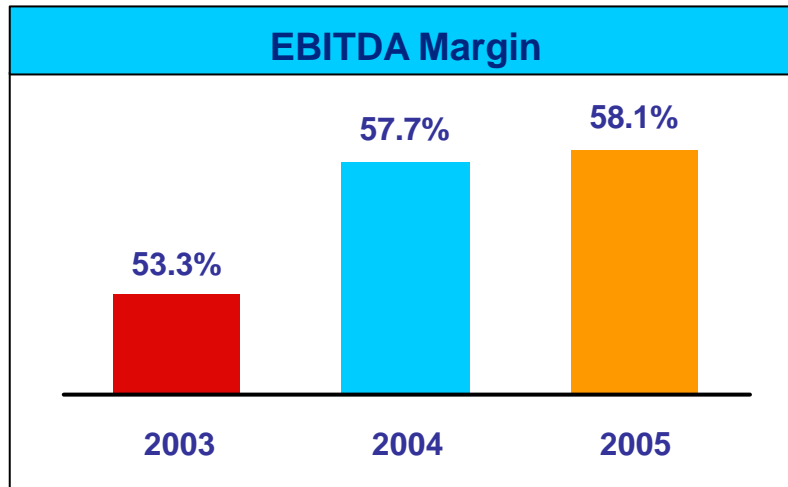
(2) In 9M-04 we recorded pre-tax gain from the sale of our shares in subsidiaries amounting to Rp394.3 billion

Revenues and EBITDA growth

Indosat recorded healthy revenues and EBITDA growth



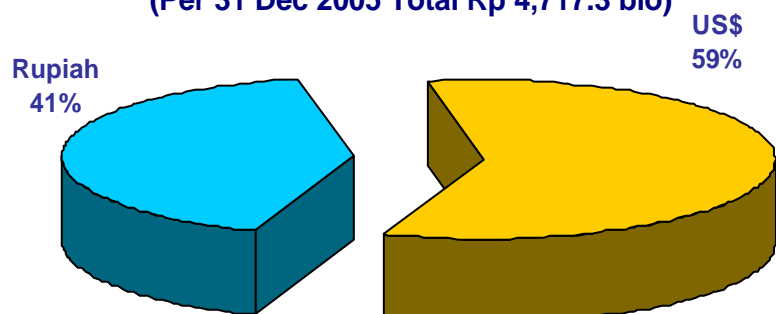
Sound Balance Sheet



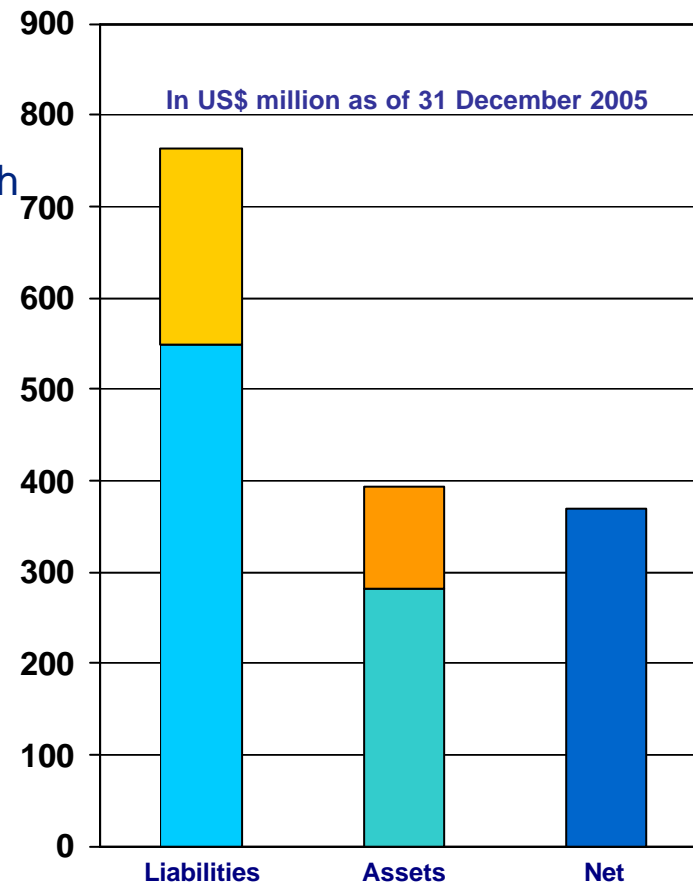
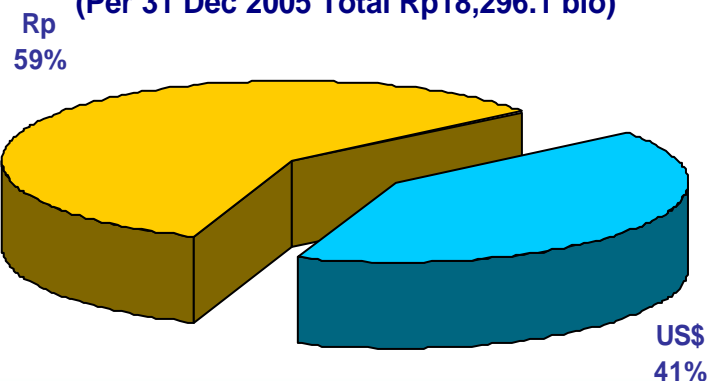
Composition of Assets & Liabilities

- Indosat is relatively hedged against currency and interest rate fluctuations (98% of debts had fixed interest rate as of 31 December 2005).
- Net liabilities in US\$ was US\$371.4 million of which US\$275 million was hedged as of 31 December 2005.

Cash and its Equivalent
(Per 31 Dec 2005 Total Rp 4,717.3 bio)

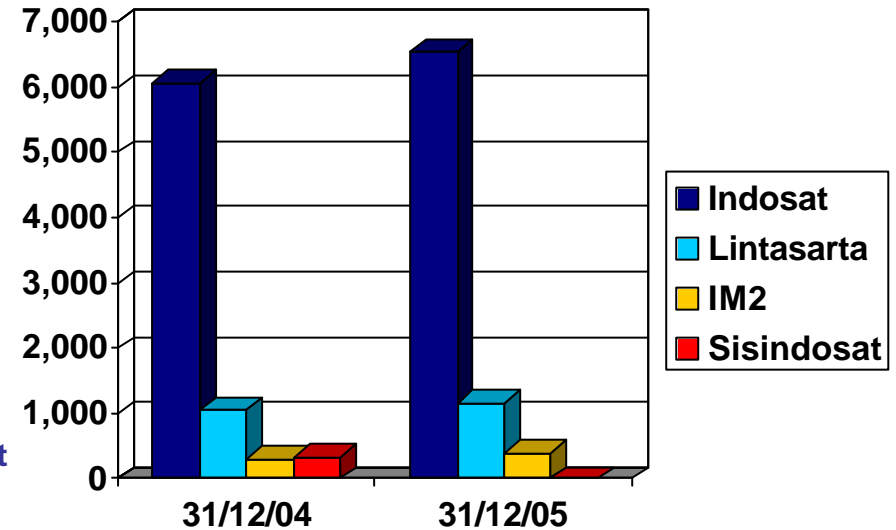
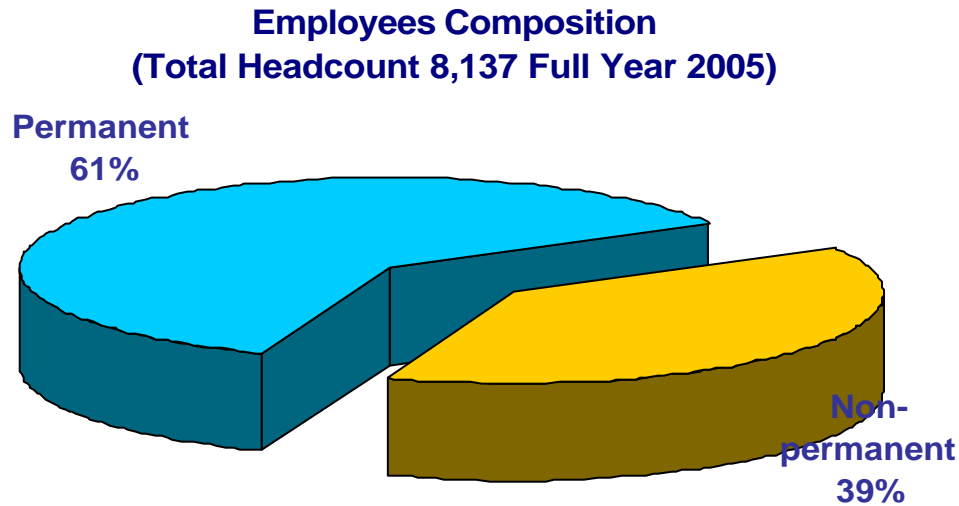


Payables
(Per 31 Dec 2005 Total Rp18,296.1 bio)



Others		
Payables	215	
Bonds Payable	550	
Receivables		112
Cash & Equivalent		282

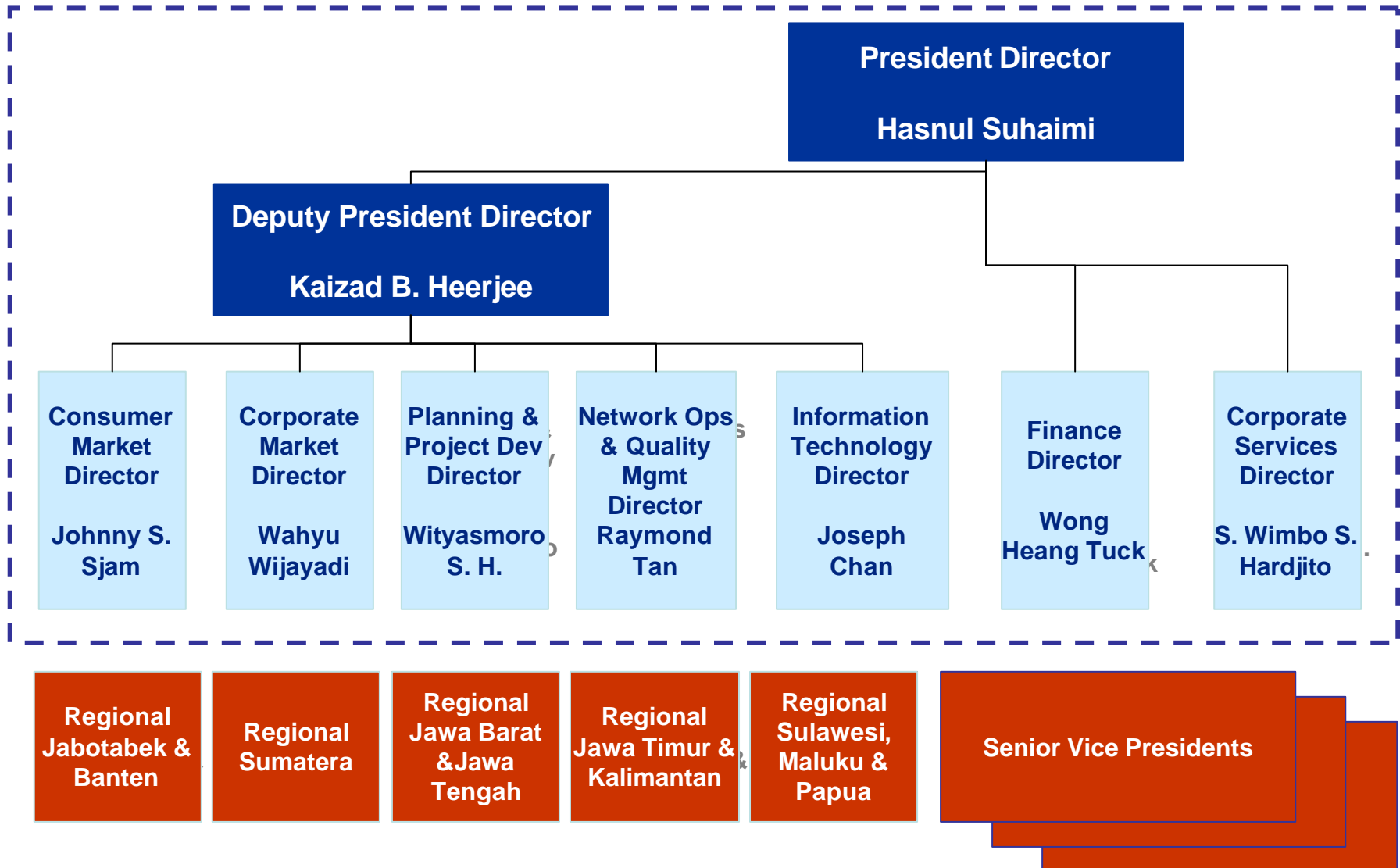
Human Resources



Indosat employees comprise of permanent employees (61%) and non-permanent employees (39%).

Non-permanent employees are hired for support functions.

Organization Structure



Recent Development

Mandatory Prepaid Registration

- The regulators requires operator to conduct mandatory prepaid registration to be completed in April 2006
- Customers can register by SMS, website, phone and walk-in centers
- As of 16 February 2006, 4.3 million prepaid subscribers have been registered

Preparation for 3G Services

- Supporting 3G trial, Indosat has installed 10 BTSs in Jakarta and Surabaya.
- Indosat had initiated the plan to migrate its fixed wireless network from the 1900 MHz band in Jakarta.
- The 3G tender have been finalized and Indosat won 5 MHz

New Interconnection Scheme

- Transparent charging formula provided by regulator based on cost allocation.
- All operators should open direct interconnection.
- The minister Decree has been signed and should be implemented in 2H06.

Thank You

