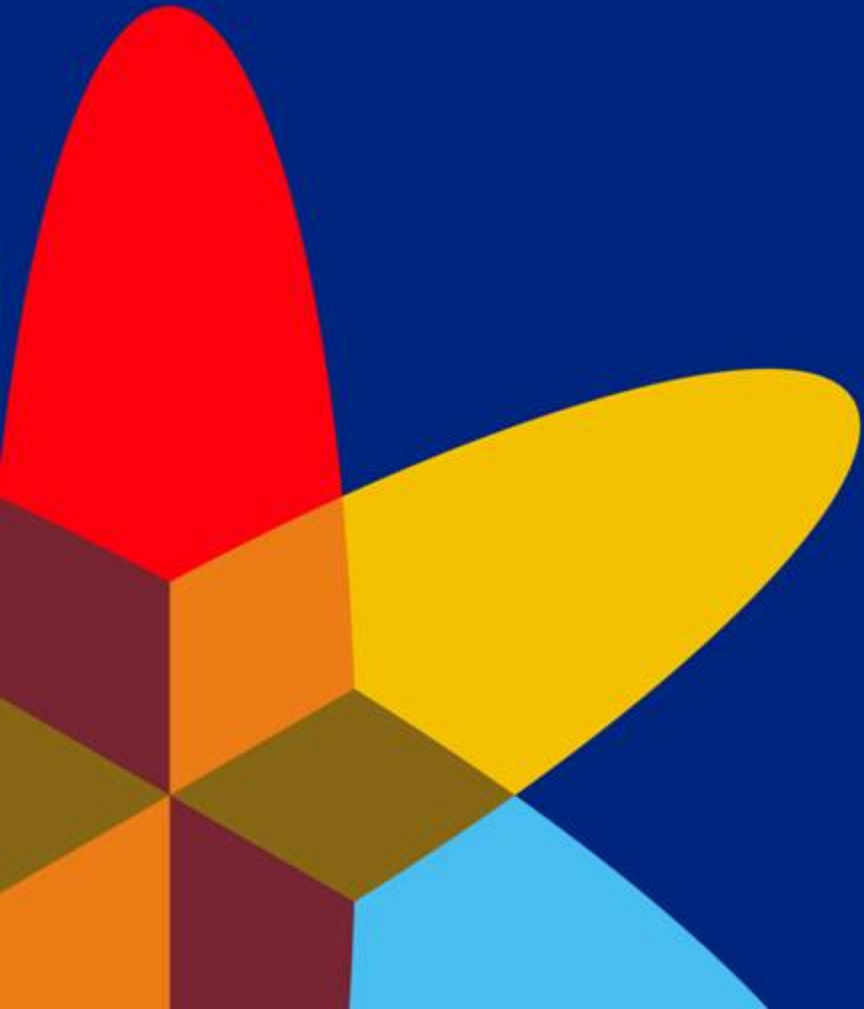


PT Indosat Tbk

3Q & 9M 2006 Results



Key Achievements in 3Q 2006 (QoQ)

Operating revenues increased by 8.3%

Cellular revenues increased by 10.9%

MIDI revenues increased by 3.0%

EBITDA increased by 10.4%

Net Income increased by 129.6%

Key Achievements in 3Q 2006 (QoQ)

Cellular Subscribers growth by 2.7% or add 373 thousand despite 1.3 million deletion due to mandatory prepaid registration

ARPU increased by 3.3%

MOU increased by 5.0%

IDD traffic increased by 7.1 %

Key Highlights in 9M 2006 (YoY)

Cellular Subscribers growth by 12.2%

Operating revenues increased by 1.4%

MIDI revenues increased by 14.0%

IDD traffic increased by 18.1 %

EBITDA flat (+0.3%)

Net Income decreased by 9.0%

Key Business Segment



Cellular Business

75% of Total Revenues



Matrix – Postpaid for high end with advanced features



Mentari –Prepaid for general users



IM3 – Prepaid for the young & trendy

Data Com & Broadband

16% of Total Revenues

Indosat

- International Leased Circuit
- International Frame Relay/ATM
- VSATs
- Wholesale Internet Access



- Domestic Leased Circuit
- Domestic Frame Relay/ATM
- VSATs
- Corporate Solutions



- IP – Virtual Private Network
- Dedicated and Dial Up Internets
- Wi-Fi & HotSpots

Fixed Telecomm (Voice)

9% of Total Revenues



IDD 001 – Premium IDD



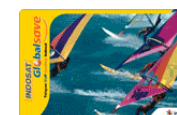
IDD 008 – Budget IDD



FlatCall 016 – Flat Rate IDD



StarOne – Fixed Wireless Access



GlobalSave – VoIP Service

Operators & Market Share at 9M-06

GSM Operators (Major Holders)

- Indosat (ST Telemedia)
- Telkomsel (Singtel & Telkom)
- Excelcom (Telekom Malaysia)

Mobile CDMA

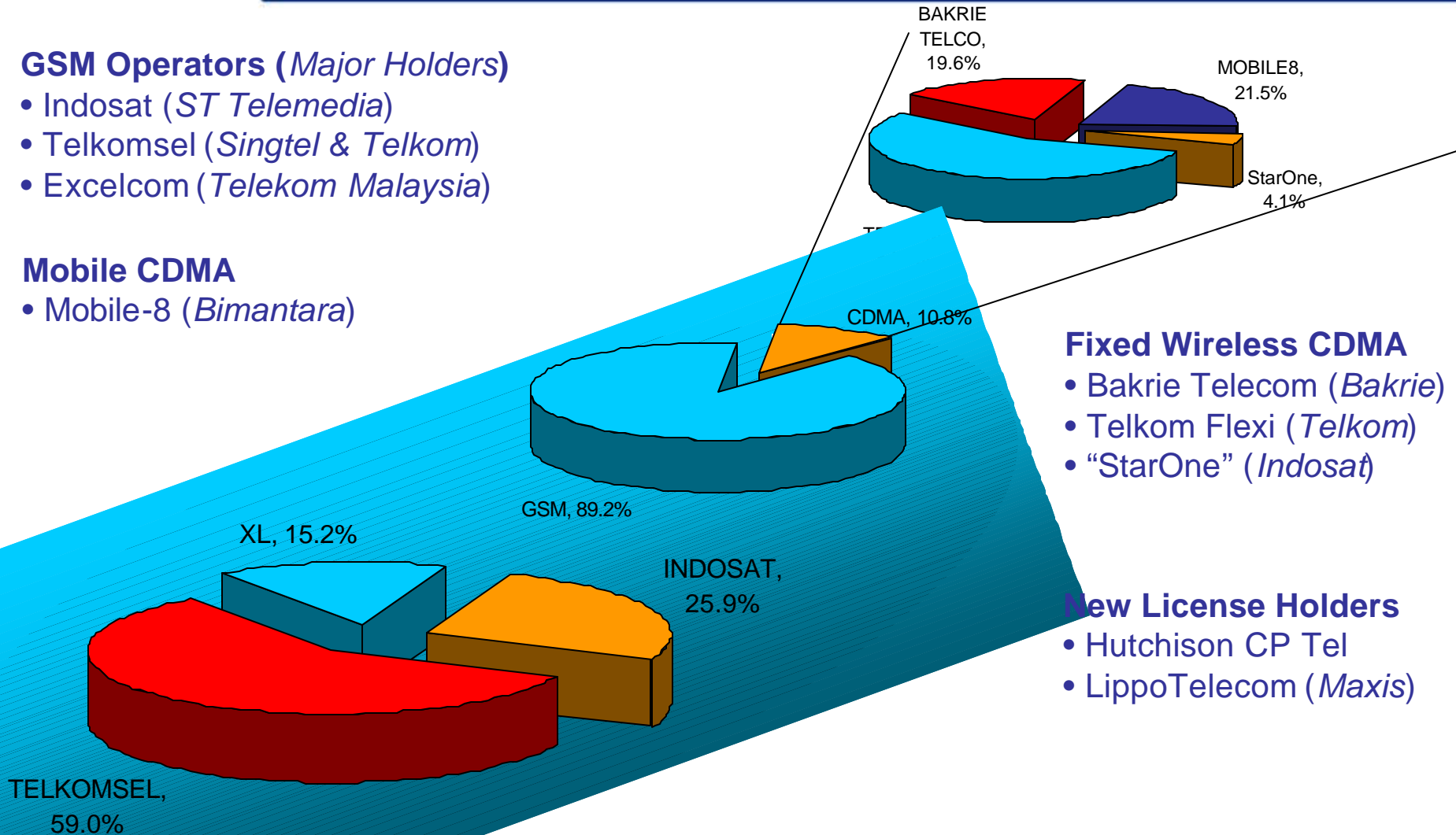
- Mobile-8 (Bimantara)

Fixed Wireless CDMA

- Bakrie Telecom (Bakrie)
- Telkom Flexi (Telkom)
- "StarOne" (Indosat)

New License Holders

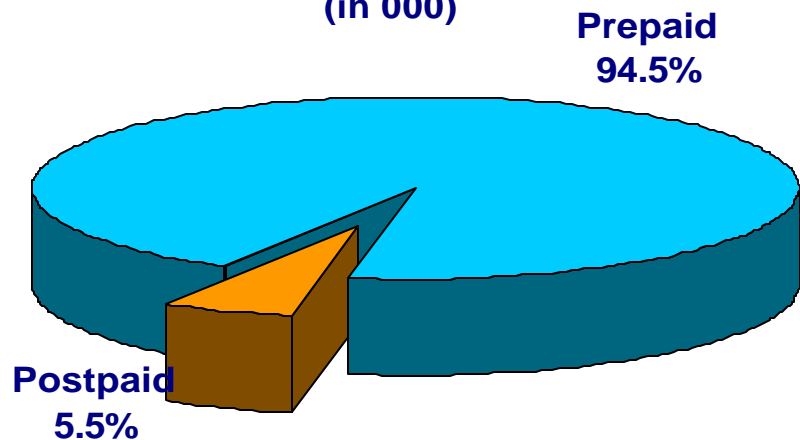
- Hutchison CP Tel
- LippoTelecom (Maxis)



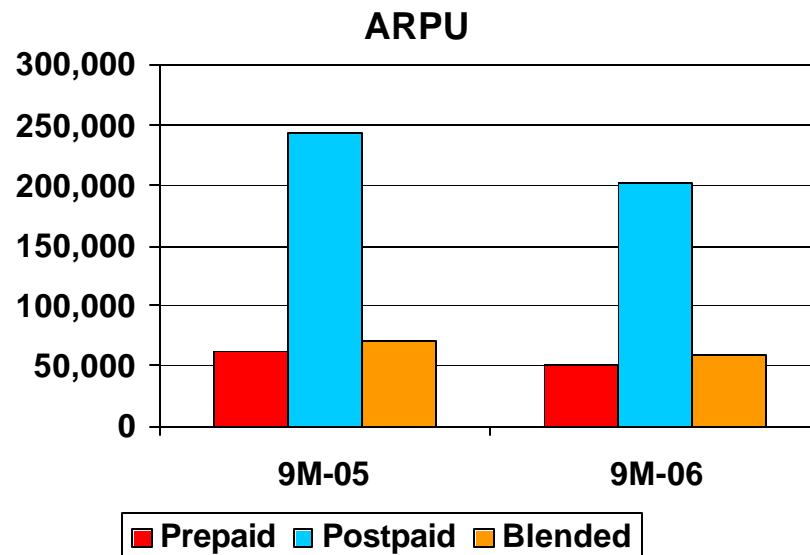
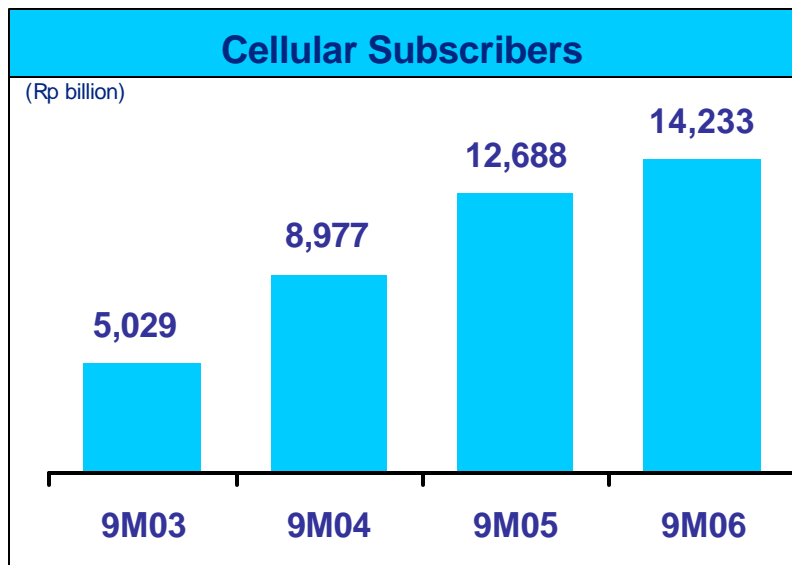
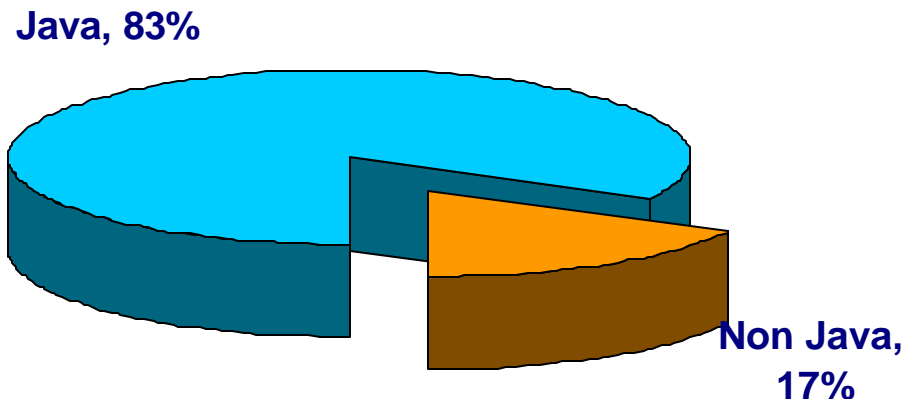
Source: Company reports and estimates

Cellular Subscribers Composition

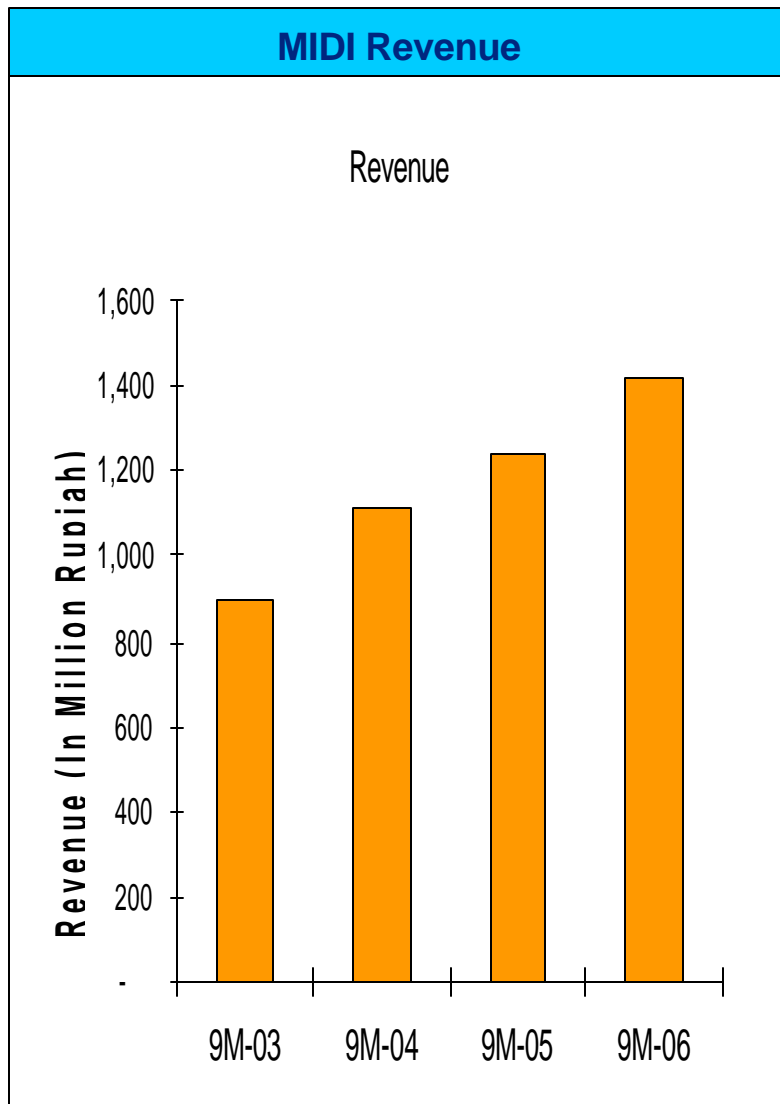
Subs composition as end of 9M-06
(in 000)



Subs Composition as end of 9M-06

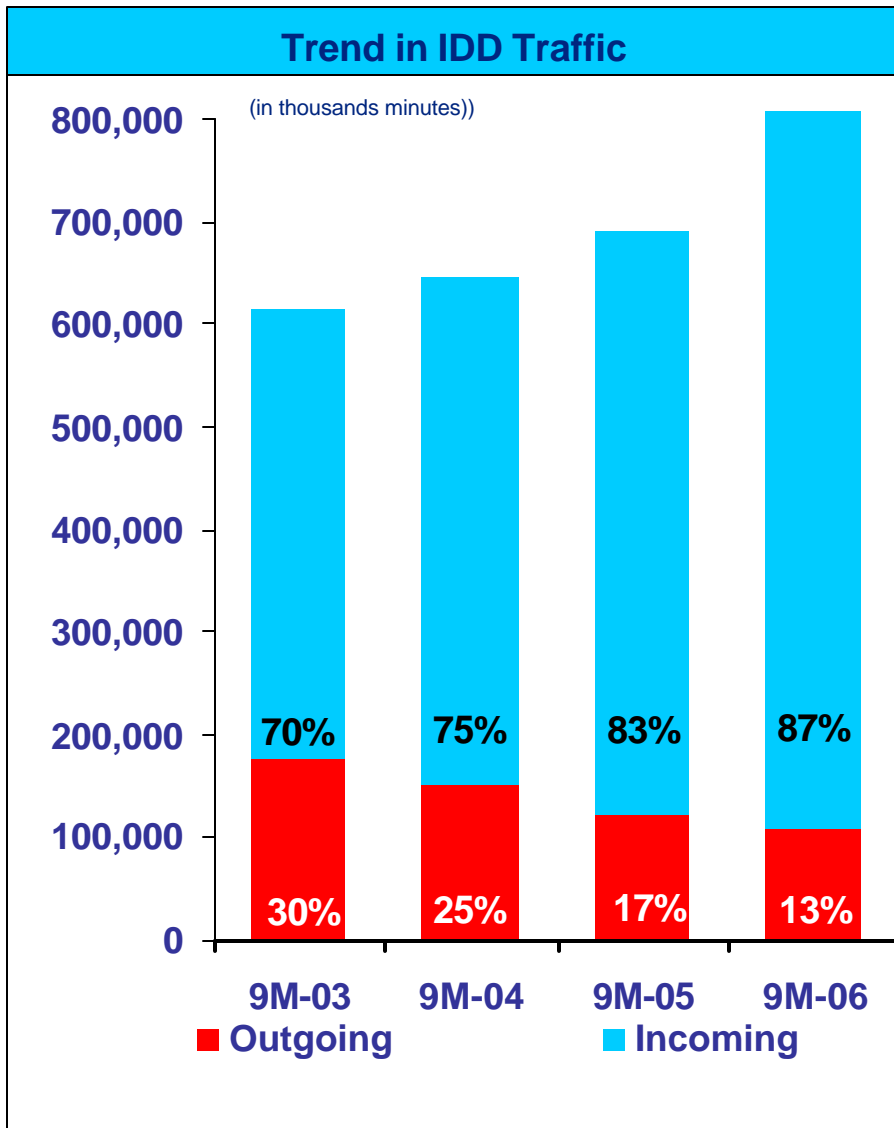


Data Communications & Broadband

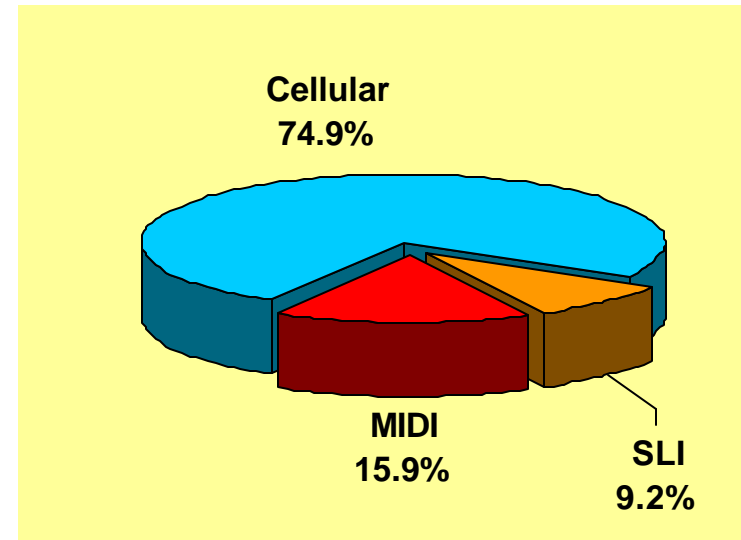


- MIDI revenues increased 14.0% (YoY) and increased 3.0% (QoQ).
- The main driver of growth is the increase from both corporate IP-related services such as IP-VPN, Internet Access, Frame Relay and Non IP based services as well
- This business is expected to continue to grow as the macro economy condition improves

Fixed Telecommunication (Voice)



Revenues Composition (9M-06)

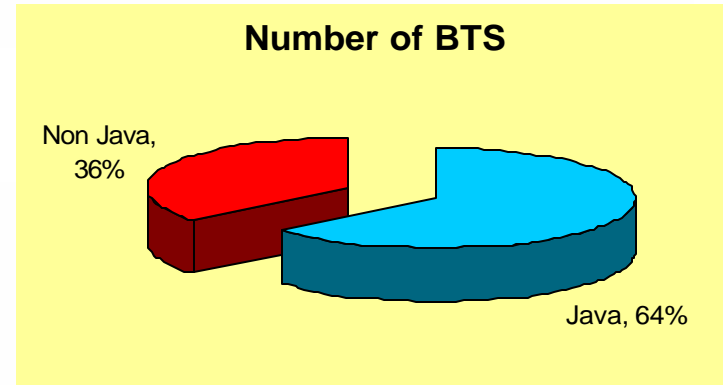
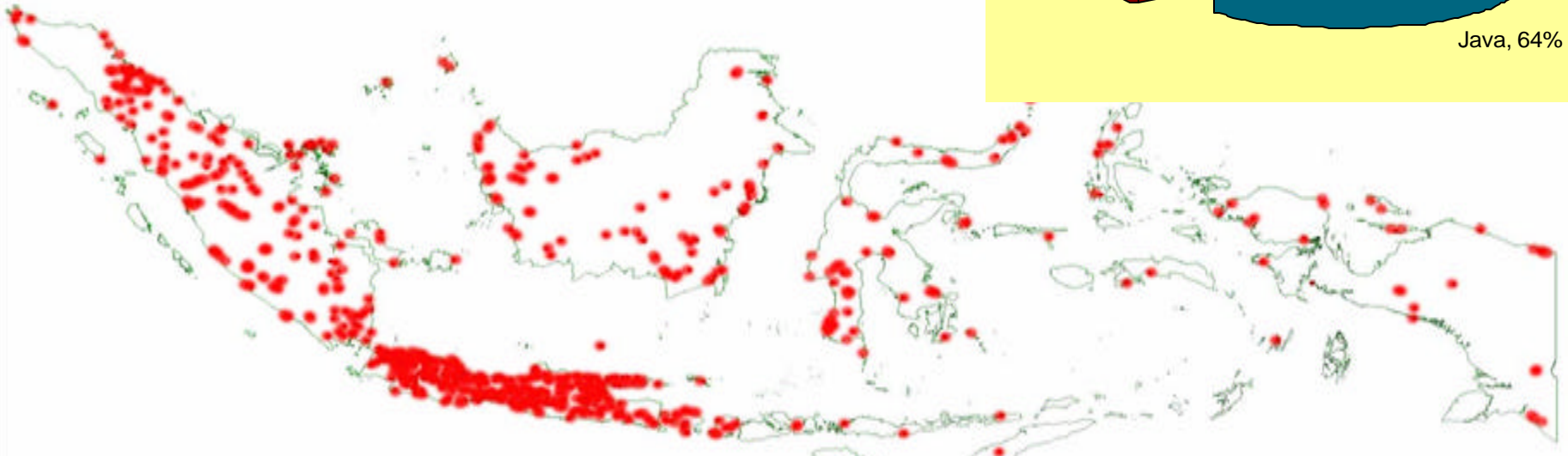


- Fixed telecommunication contributed 9.2% to operating revenues mostly from IDD revenues. The revenues declined due to competition.
- Increasing contribution from FWA, fixed line and DLD but not yet significant at this moment.

Cellular Network Coverage



Indosat Nationwide Cellular Coverage



9M-06

Base Transceiver Stations	6,459
Base Station Controllers	169
Mobile Switching Centers	47

Radio Network Planning
Cellular Network Planning & Engineering



Financial Performance (QoQ)

In billion Rupiah

Operating Revenues	Rp3,104.8		8.3%
Operating Income	Rp879.2		22.2%
EBITDA	Rp1,789.3		10.4%
Other Income (Expenses)	(Rp327.9)		27.8%
Net Income	Rp378.4		129.6%

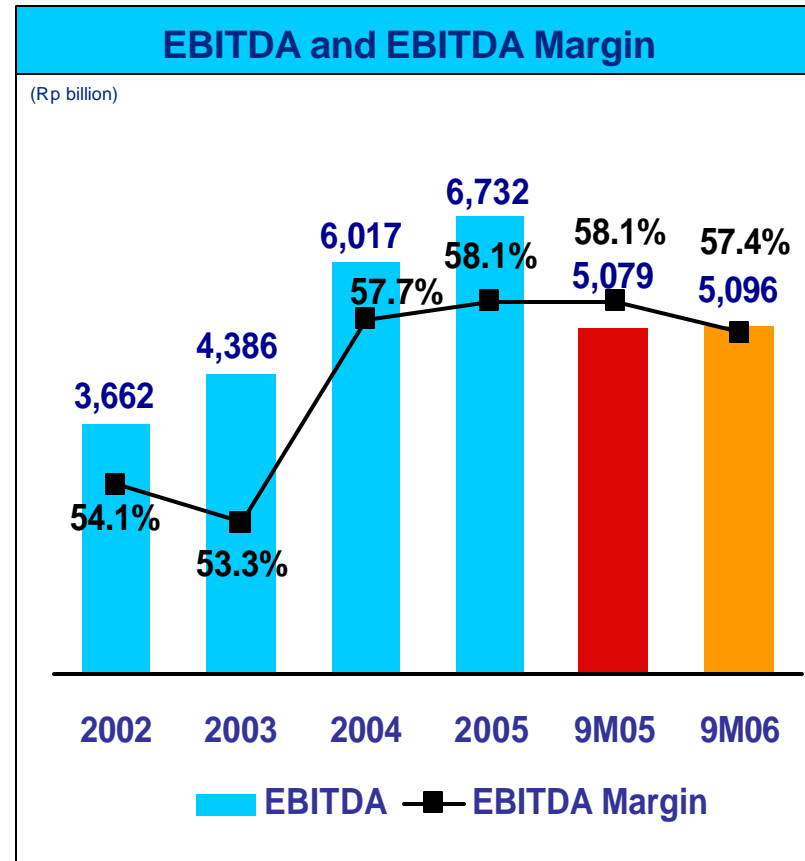
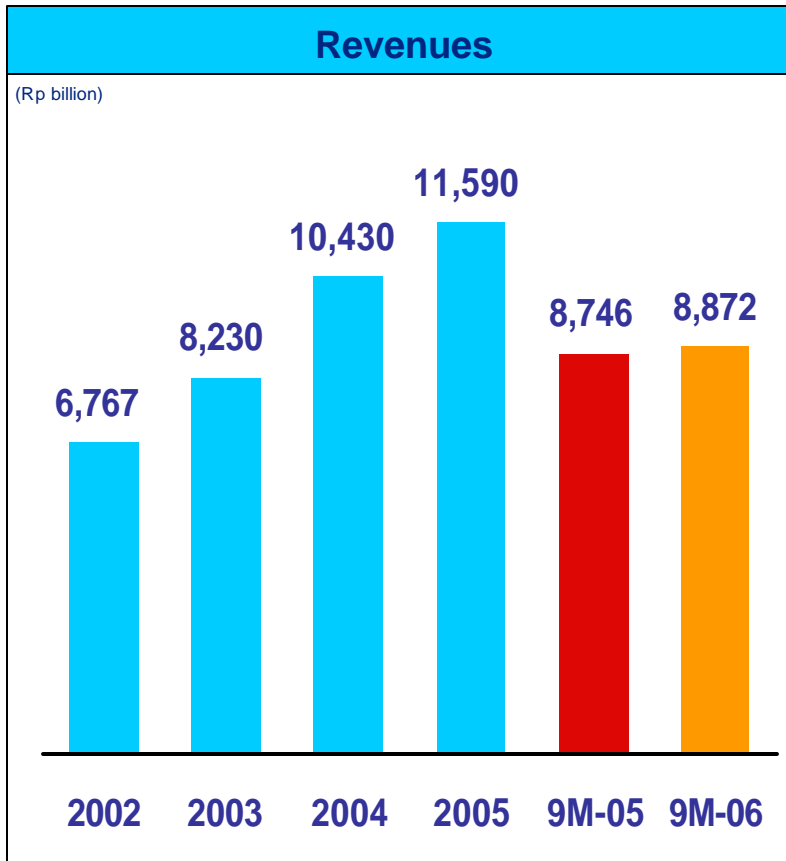
Financial Performance (YoY)

In billion Rupiah

Operating Revenues	Rp8,871.9		1.4%
Operating Income	Rp2,447.0		-14.4%
EBITDA	Rp5,095.5		0.3%
Other Income (Expenses)	(Rp1,072.1)		20.3%
Net Income	Rp927.2		-9.0%

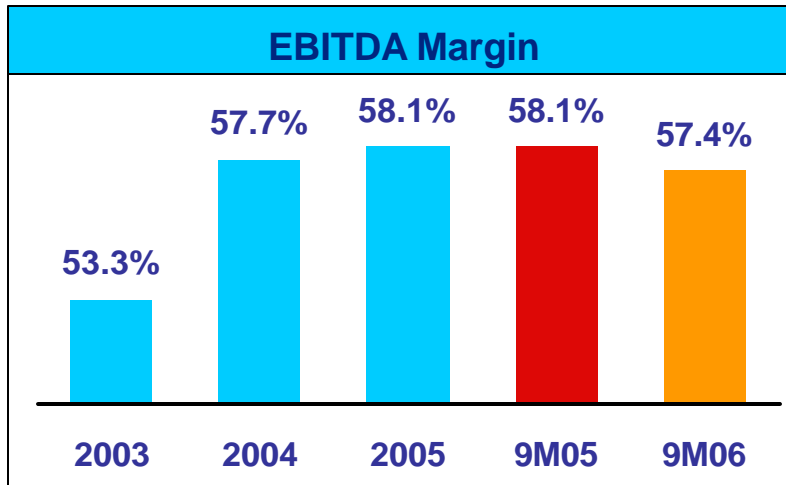
Revenues and EBITDA growth

- Top Line 8.3% growth in 3Q-06 compare to 2Q-06
- Maintain EBITDA Margin within the range of 57 – 59%
- Positive trend continue to show up since April 2006

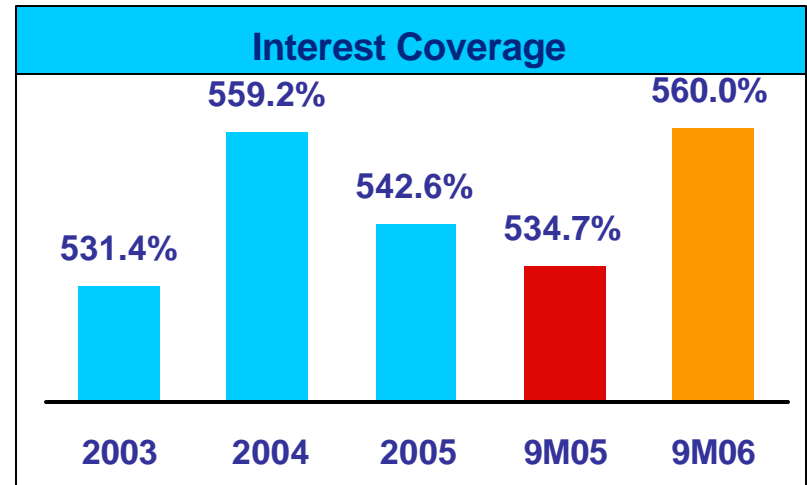


Sound Balance Sheet

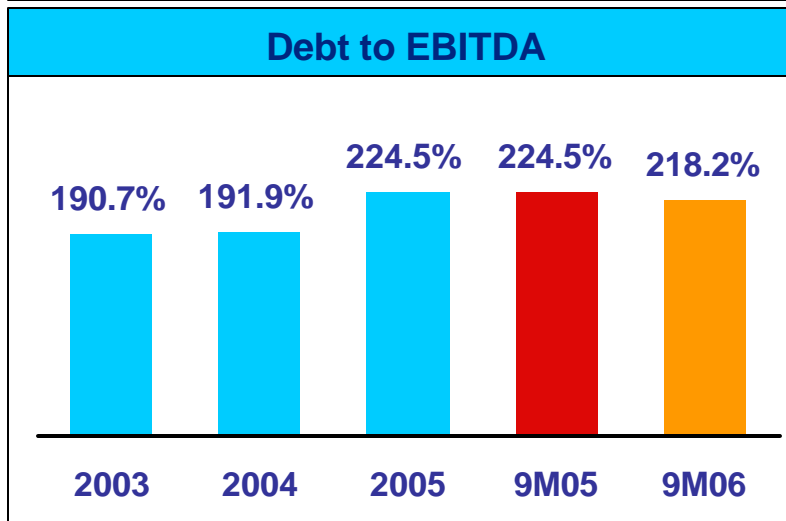
EBITDA Margin



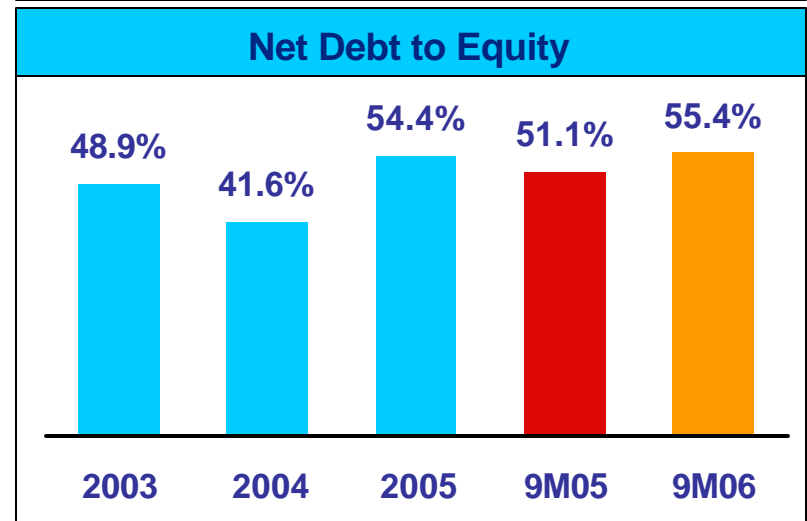
Interest Coverage



Debt to EBITDA



Net Debt to Equity



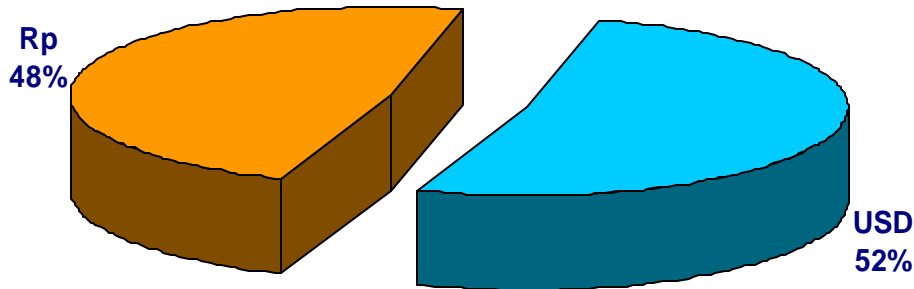
Sufficient resources and flexibility to support plans and actions

Composition of Assets & Liabilities

- Indosat is relatively hedged against currency and interest rate fluctuations (94% of debts had fixed interest rate as of 30 September 2006).
- Net liabilities in US\$ was US\$567.5 million of which US\$400 million was hedged as of 30 September 2006.

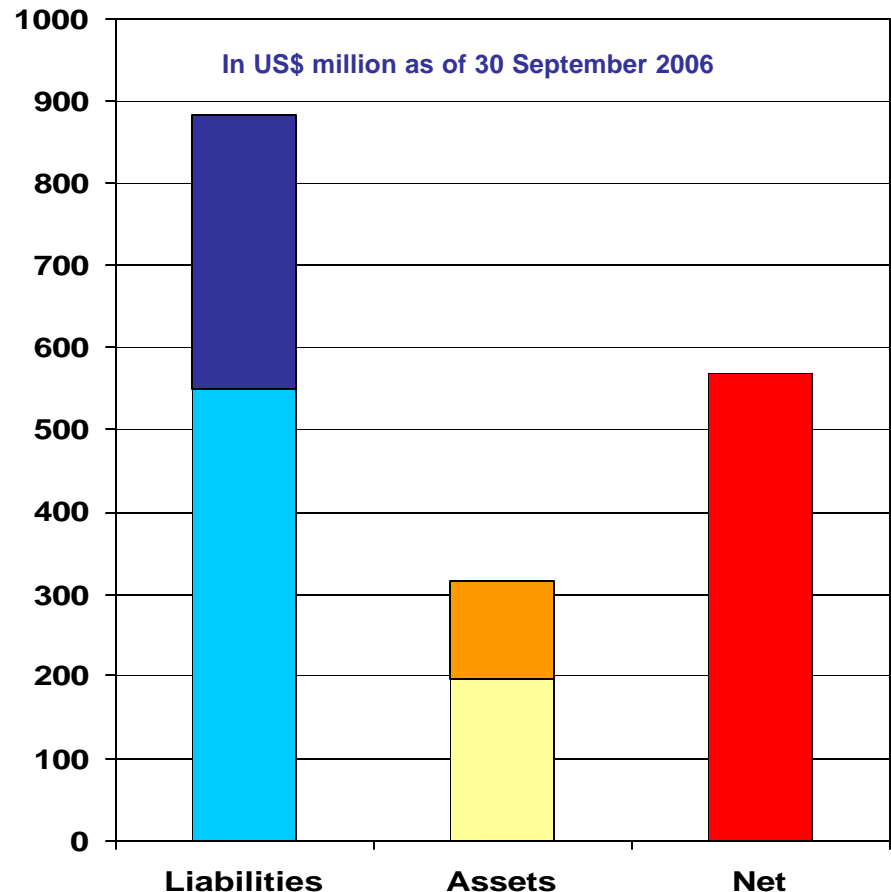
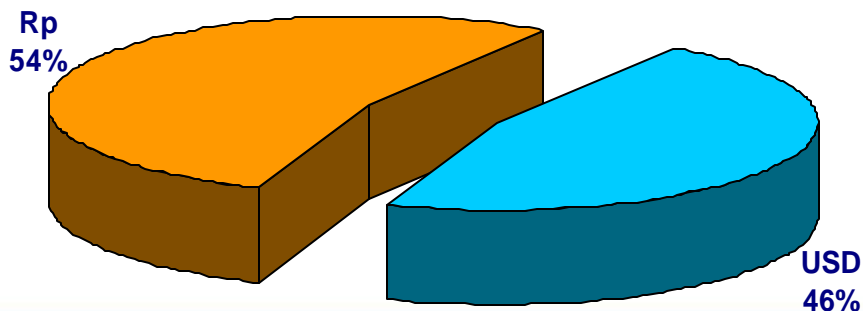
Cash and Cash Equivalent

(Per 30 September 2006 Total Rp3,438.0 bio)



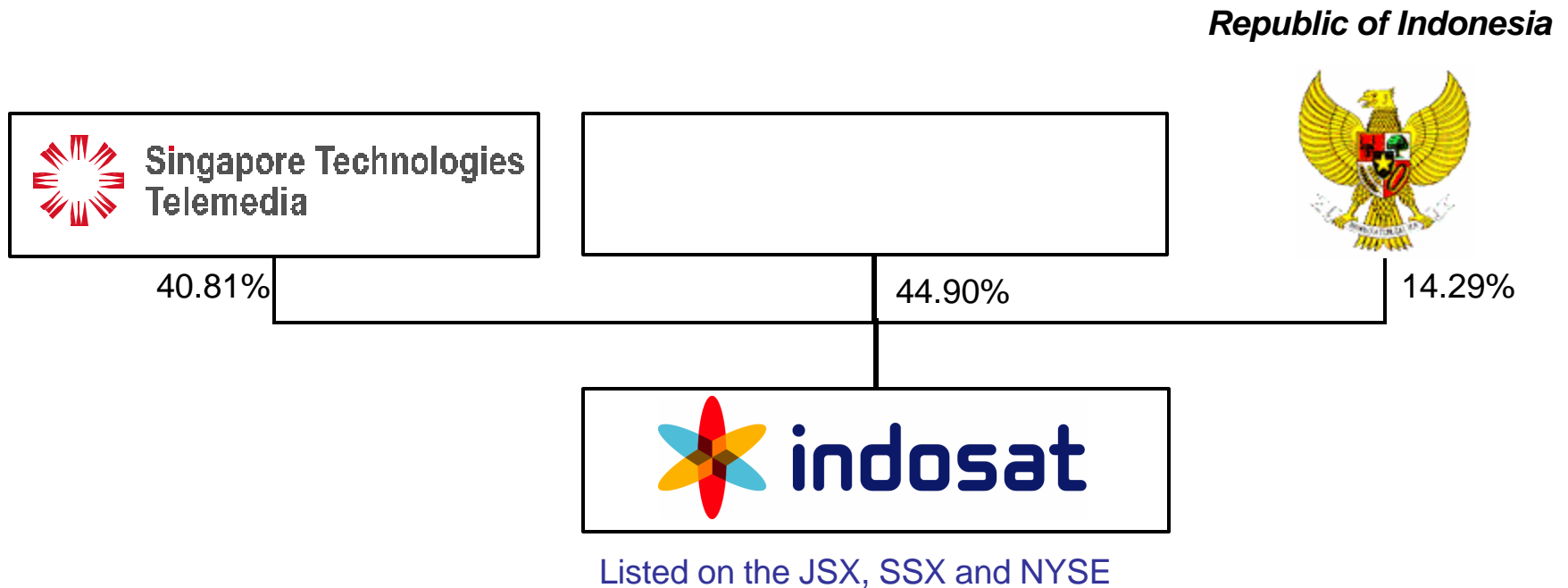
Payables

(Per 30 September 2006 Total Rp11,591 bio)



Committed Shareholders

- Indosat's shares are majority owned by public investors (44.90%)
- ST Telemedia owns 40.81% through Indonesia Communications Limited and Indonesia Communications Pte Limited
- Indonesian Government owns 14.29% including Series A share



Note:

(1) Per 30 September 2006

Key Initiatives in 9M-2006

Confidently launch innovative marketing and promotion initiatives starting 2Q-2006

New Distribution and Channel Management Framework

Rolled Out 6,459 BTS to improve network capacity and quality (in Java) and coverage (Outside Java)

Commitment for Capital Expenditures Rp4.5T which Rp3.5T for cellular improvement and expansion

Expand Fixed Wireless Services in 15 cities and launched 3.5G services in Jakarta and Surabaya with 250 BTS

Marketing initiatives - Recent

Mentari



Double FreeTalk

- Offers customers with free talk Rp10,000 for every Rp10,000 charged call and free calls from midnight to 5.00 AM for Rp25,000 top up.
- Offers Mentari-Hongkong a special priced product for Indonesian workers in Hongkong

IM3



SMS 10-4-10

- Offers customers with 10 free on-net SMS for every 10 SMS sent.
- Offers long validity voucher.
- Appoint popular music band as brand ambassador

Marketing initiatives - Recent

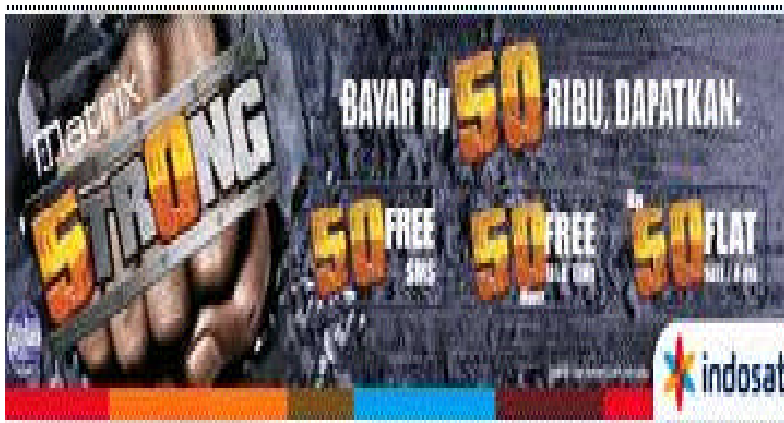
Point Plus-Plus



Loyalty/Retention Program

- Points are accumulated based on billing (postpaid) or top-up (prepaid)
- Accumulated points are exchangeable with small prizes or drawn for grand prizes on monthly and end period basis

Matrix 5tr0ng



Postpaid Acquisition

- To expand postpaid subscribers base by offering competitive package
- Compelling offer of free 50SMSs/month, 50 on-net minutes/month, and flat tariff of Rp50/6 sec on-net; all for Rp50 thousands/month

Marketing initiatives – 3G Launching



indosat 3G



Matrix 3G

Mobile Users



3G indosat
broadband

Data & Internet Users

- “Speed Give You More” as our 3G Theme
- Offer Indosat customers more variety of services with more advanced technology.
- As the first operator in Indonesia which offer Full HSDPA (3.5G) with capability to transfer 3.6 Mbps or 9 times faster than 3G UMTS.
- Available in Jakarta and Surabaya in 2006 and more than 10 cities by end 1Q-06.
- 3G Roaming with Asia Pacific Mobile Alliance (APMA)
- Available features including High Speed Data and Internet Access, Mobile TV, Multiplayer games, Video Call, Mobile Video, and Full Track Music Download.

Guidance for 2007

Capital Expenditures of at least USD 1 Billion, 80% for Cellular

Additional 3500-4000 BTS

Offers 3.5G/HSDPA services in more than 10 cities

Recent Development

3G Launching

- On 29 November 2006, Indosat launched our 3G/HSDPA initiative in Jakarta and Surabaya.
- We expect to rollout our newly 3G/HSDPA services to an additional 8 cities before the end of Q1 2007.
- Indosat has a very unique 3G strategy which is focused on wireless broadband which offer our customers the highest speeds at the best value in the key cities where we plan on rolling out this service.

Fixed Wireless Access (StarOne)

- Indosat, recently, has launched StarOne services in 5 more cities namely Jogja, Solo, Semarang, Banjarmasin and Bandar Lampung.
- The new StarOne extended coverage is our commitment to continue expanding *FWA* services in more cities as our plan to expand the services in 22 cities by year end.
- StarOne EvDO in Balikpapan has recorded to become the one which has 48 hours wireless nonstop broadband connection in MURI (Indonesian Museum of Record)
- We are in services in 15 cities which are Jakarta, Bogor, Surabaya, Malang, Medan, Batam, Pekanbaru, Palembang, Balikpapan, Makassar, Jogja, Solo, Semarang, Bandar Lampung and Banjarmasin

Thank You

