



*For immediate release:*

**INDOSAT BOOKED NET INCOME OF Rp 1.445 TRILLION OR INCREASE OF 56% IN THE NINE MONTH 2007**

**Indosat cellular customers 22 million or increase 54.8% Year on Year**

*Jakarta, 22 November 2007.* PT Indosat Tbk (“Indosat” or “the Company”) announced today its limited review of financial report for period ended at 30 September 2007. The Company recorded the nine months 2007 net income of Rp 1,445.1 billion or grew 56% compared to the nine months 2006. The Company recorded operating revenues and operating income for the period ended 30 September 2007 amounting to Rp 11,880 billion and Rp 3,204.4 billion or grew 34% and 31.0% respectively. Cellular, fixed data (multimedia, data communication and internet) services, and fixed voice services contributed 77%, 13%, and 10% to operating revenues respectively. Indosat has submitted the report to Bapepam, Jakarta Stock Exchange, and Surabaya Stock Exchange. Purwanto, Sarwoko & Sandjaja, a member of Ernst & Young Global is the Company’s independent auditor.

Cellular revenues grew by 38% compared to last year which is mainly driven by the increase of its cellular subscribers to 22 million subscribers or a total net add of 5.3 million subscribers from end of 2006. The postpaid subscribers (Matrix) as well as prepaid subscribers (Mentari and IM3) increased due to stronger brand positioning, improve service quality and additional coverage.

The operating revenues from fixed data services grew 11 % to Rp1,568.2 billion in nine months of 2007. The increase in fixed data revenues was primarily contributed by the growth of demand in internet, leased lines and IPVPN services.

Operating revenues from fixed voice services also increased to Rp.1,165.3 billion or grew by 43% on a year-on-year basis due to increase in international call services (IDD 001, IDD 008 and Flat Call 01016) revenues especially for incoming call traffic and increase in fixed wireless services revenues (Star One) as more additional cities offers this service, totaling 24 cities.

Despite the fluctuation in forex exchange, our derivative loss is significantly decreased by 97,6% due to appreciation of Rupiah in nine months 2006 while depreciation Rupiah in nine months 2007 (compared to year end 2006). This showed that our hedging policy was a correct move.

In the nine month of 2007, Indosat commitment on capital expenditure is around Rp. 10.3 trillion . Indosat has invested in BTS roll out over the nations in high density areas as well as remote areas in outside Java; submarine cable networks connecting main Islands across Indonesia and other supporting infrastructures.

As the consequences of our aggressive network roll out program, we booked higher depreciation expenses and other cost of services mostly related to frequency fees and other related expenses, while marketing expenses increased due to increase promotion and advertising. However Indosat is able to maintain its EBITDA margin of 57.5% in net revenue format or equal with 52.7% in gross revenue format.

“Indosat achievement in this nine months 2007 is contributed by the increasing demand for Indosat cellular, fixed data and fixed voice services. We have been very pleased with these results as it once again demonstrates the significant turnaround in our performance this year compared to the same period last year. This is an evidence that our strategy has been on the right track. We remain optimistic that we will achieve our full year guidance by end-2007. We remain committed to enhance our services quality, increase coverage, as well as continue to

introduce innovative products for our customers, "said Johnny Swandi Sjam, President Director of Indosat.

The Company's financial statements were prepared in accordance with the Indonesian Generally Accepted Accounting Principles.

Financial Results Summary with Yearly Comparison  
(for period ended 30 September 2007)

| In Rp billion (unless stated) | 2006          | 2007             | (%) Change |
|-------------------------------|---------------|------------------|------------|
| Operating Revenues            | 8,872.0 (Net) | 11,880.0 (Gross) | 34%        |
| Operating Expense             | 6,425.0       | 8,675.4          | 35.0%      |
| Operating Income              | 2,447.0       | 3,204.4          | 31.0%      |
| Net Income                    | 927.2         | 1,445.1          | 56%        |
| EBITDA <sup>1)</sup>          | 5,095.5       | 6,258.3          | 22.8%      |

<sup>1)</sup> EBITDA: Earning before interest, tax, depreciation and amortization

### About Indosat

Indosat is a leading telecommunication and information service provider in Indonesia that provides cellular services (Mentari, Matrix and IM3), IDD service (IDD 001, IDD 008 and FlatCall (01016)), fixed telecommunication services (StarOne, Indosat Phone). Indosat also provides Multimedia, Internet & Data Communication Services (MIDI) through Indosat and its subsidiary companies, Indosat Mega Media (IM2) and Lintas Arta. In addition, Indosat provides 3.5G with HSDPA technology. Indosat's shares are listed in the Jakarta and Surabaya Stock Exchange (JSX:ISAT) and its American Depository Shares are listed in the New York Stock Exchange (NYSE:IIT).

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