

PT HEXINDO ADIPERKASA Tbk.
BALANCE SHEETS
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2006 AND 2005
(IN RUPIAH)

<u>ASSETS</u>			<u>LIABILITIES AND STOCKHOLDERS EQUITY</u>					
	Notes	2006	2005		Notes	2006	2005	
CURRENT ASSETS					CURRENT LIABILITIES			
Cash and cash equivalent	2b,3	Rp 63.200.411.748	Rp 31.392.272.023	Short-term bank Loan	11	Rp 369.400.000.000	Rp 118.565.000.000	
Account Receivables				<u>Trade Account payable</u>				
Trade				- Related parties	2d,5c	223.510.721.504	349.913.914.666	
Third parties (net of allowance for doubtful account of Rp 13.725.522.536 in 2006 and Rp 23.047.104.251 in 2005)	2c,4	317.263.123.444	188.996.188.397	- Third parties	12	33.226.544.070	37.098.568.472	
Related parties	2d,5a	-	2.022.822.000	<u>Other Payable</u>				
Others	2c,6	8.189.831.565	1.245.437.698	- Related parties	2d,5d	618.504.890	3.269.535.346	
Inventories	2e,7	484.268.523.485	528.297.214.529	- Third parties	13	24.786.701.274	13.743.739.537	
Advance payment	9	2.734.293.202	25.892.581.991	Accrued expenses	14	23.239.578.166	6.965.366.528	
Prepaid expenses	2f	1.914.301.950	577.779.363	Taxes payable	15	18.830.556.335	43.741.089.347	
Prepaid taxes	8	36.844.772.611	52.726.272.663	Dividen Payable		7.153.000	10.213.000	
Total current assets		<u>914.415.258.005</u>	<u>831.150.568.663</u>	<u>Current maturities of long-term debt :</u>				
NON CURRENT ASSETS				Bank loan	16	55.410.000.000	-	
Due from related parties	2d,5b	6.242.973.175	2.287.988.574	Lease Payable	17	47.217.258	319.426.467	
Estimated claim for tax refund		16.033.305.062		Others payables	18	39.984.373.160	-	
Deferred tax assets	15	11.542.848.943	18.415.641.746	Estimated liability for employee service entitlements	19	-	239.466.000	
PROPERTY AND EQUIPMENT				TOTAL CURRENT LIABILITIES		<u>789.061.349.657</u>	<u>573.866.319.363</u>	
Cost	2g, 10	479.388.042.020	226.432.274.801	NON CURRENT LIABILITIES				
Accumulated depreciation		<u>(120.802.638.445)</u>	<u>(105.269.706.965)</u>	Due to related parties		-	-	
Total net book value		<u>358.585.403.575</u>	<u>121.162.567.836</u>	Long term debt - Net of Current portion		-	-	
OTHERS ASSETS		432.431.791	378.117.644	Bank loans	16	-	61.860.000.000	
Total other assets		<u>432.431.791</u>	<u>378.117.644</u>	Lease Payable	17	-	700.040.255	
Total non current assets		<u>392.836.962.546</u>	<u>142.244.315.800</u>	Others payables	18	168.358.455.095	-	
				Estimated liability for employee service entitlements	19	7.623.064.278	6.632.953.954	
				Total Long-term Debt		<u>175.981.519.373</u>	<u>69.192.994.209</u>	
				Related parties payable		-	-	
				Total non current liabilities		<u>175.981.519.373</u>	<u>69.192.994.209</u>	
				STOCKHOLDERS EQUITY				
				Capital stock - per value of Rp100 in 2006 and 2005.				
				Authorized stock - 1,680,000,000 shares in 2006 and 2005				
				Issued and fully paid - 840,000,000 shares in 2006 and 2005.	20	84.000.000.000	84.000.000.000	
				Capital paid in excess of par value	2i, 21	16.711.755.375	16.711.755.375	
				Retained Earnings				
				Appropriated		10.000.000.000	5.000.000.000	
				Unappropriated		231.497.596.146	224.623.810.515	
				STOCKHOLDERS' EQUITY - Net		<u>342.209.351.521</u>	<u>330.335.565.890</u>	
TOTAL ASSETS	Rp	<u>1.307.252.220.551</u>	Rp <u>973.394.884.463</u>	TOTAL LIABILITIES AND STOCKHOLDERS EQUITY	Rp	<u>1.307.252.220.551</u>	Rp <u>973.394.879.463</u>	

Jakarta, October 19, 2006

Manuntun Situmorang
President Director

See accompanying Notes to Financial Statements which are an integral part of the financial statements.

PT HEXINDO ADIPERKASA Tbk.
INCOME STATEMENT
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2006 AND 2005
(IN RUPIAH)

	Notes	2006	2005
INCOME FROM SALES AND SERVICE - NET	2j,23	Rp 1.025.634.038.327	Rp 1.188.680.856.731
COST OF SALES AND SERVICE - NET	2j,24	837.109.451.271	929.218.991.185
GROSS PROFIT		188.524.587.056	259.461.865.546
OPERATING EXPENSES			
Selling expenses	2j,25	77.185.433.001	63.815.942.056
General and administration	2j,25	58.312.769.549	51.239.989.008
Total operating expenses		135.498.202.550	115.055.931.064
INCOME FROM OPERATION		53.026.384.506	144.405.934.482
OTHER INCOME (CHARGES)			
Interest income	26	1.096.931.189	432.457.595
Gain(loss) from Sale of property and Ec	2g	1.078.908.950	186.457.437
Financing cost	27	(28.649.044.950)	(2.551.028.268)
Gain(loss) on foreign exchange - net	2l	25.825.580.223	(23.410.334.399)
Miscellaneous - net		679.908.457	919.358.195
Total other income (charges)		32.283.869	(24.423.089.440)
INCOME BEFORE PROVISION FOR INCOME TAX		53.058.668.375	119.982.845.042
PROVISION FOR CORPORARE TAX			
INCOME TAXES	2n,15	(16.994.345.900)	(41.987.612.600)
Deferred income tax	2n,15	24.132.895	5.350.527.629
NET INCOME		Rp 36.088.455.370	Rp 83.345.760.071
Net Income per share		63	172
Basic Earning per share	2n	Rp 43	Rp 99

Jakarta, October 19, 20

Manuntun Situmorang
President Director

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PT. HEXINDO ADIPERKASA Tbk.					
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY					
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2006 AND 2005					
	Capital stock	Capital Paid-in Excess of Par value-net	Retained earnings		Total Stockholders' Equity
			Appropriated	Unappropriated	
Balance, January 1, 2005	Rp 84.000.000.000	16.711.755.375	1.000.000.000	181.398.050.443	Rp 283.109.805.818
Cash dividends	-	-		(36.120.000.000)	(36.120.000.000)
General Reserve	-	-	4.000.000.000	(4.000.000.000)	-
Net income period 2005				97.771.090.333	97.771.090.333
Balance, December 31, 2005	Rp 84.000.000.000	16.711.755.375	5.000.000.000	239.049.140.776	Rp 344.760.896.151
Cash dividends	-	-		(38.640.000.000)	(38.640.000.000)
General Reserve	-	-	5.000.000.000	(5.000.000.000)	-
Net income period Jan-Sep- 2006	-	-	-	36.088.455.370	36.088.455.370
Balance, September 30, 2006	Rp 84.000.000.000	16.711.755.375	10.000.000.000	231.497.596.146	342.209.351.521

See accompanying Notes to Financial Statements which are
an integral part of the financial statements.

PT HEXINDO ADIPERKASA Tbk
STATEMENTS OF CASH FLOWS
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2006
(With Comparative Figures for 2005)
(Expressed in Rupiah, unless otherwise stated)

	2006	2005
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	Rp 1.076.841.508.070	Rp 1.321.685.216.098
Cash paid to:		
Suppliers	(815.972.691.590)	(1.168.632.937.728)
Operational Expenses	(127.148.315.258)	(125.419.563.671)
Commissioners, directors and employees	(62.300.559.611)	(57.071.763.295)
Net cash provided by operations	71.419.941.611	(29.439.048.596)
Payments for interest - net	(24.834.906.249)	(1.916.697.931)
Payments for income taxes	(22.100.364.584)	(48.693.224.426)
Payment for VAT	(24.145.044.419)	(22.788.667.065)
Net Cash Provided by Operating Activities	339.626.359	(102.837.638.018)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property and equipment	1.078.908.950	208.856.500
Acquisitions of property and equipment	(45.999.903.382)	(20.161.668.787)
Acquisitions of construction in progress	(4.919.824.075)	(2.930.885.175)
Net Cash Used in Investing Activities	(49.840.818.507)	(22.883.697.462)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term bank loans	124.030.000.000	180.786.000.000
Payment for cash dividends	(38.640.000.000)	(36.120.000.000)
Repayment of short-term bank loans	(15.470.000.000)	(64.099.000.000)
Repayment of obligations under capital lease	(694.462.000)	(1.153.276.464)
Net Cash Provided by Financing Activities	69.225.538.000	79.413.723.536
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	19.724.345.852	(46.307.611.944)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	43.476.065.896	77.699.883.967
CASH AND CASH EQUIVALENTS AS OF SEPTEMBER 30	63.200.411.748	31.392.272.023
 Detail of Cash and cash equivalents end of September 30, 2006		
- Cash on hand & in bank	Rp 63.200.411.748	Rp 31.392.272.023
- Deposit	-	-
Total	Rp 63.200.411.748	Rp 31.392.272.023

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