

PT. CHANDRA ASRI PETROCHEMICAL Tbk AND ITS SUBSIDIARIES

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Chandra Asri
Petrochemical

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

December 31, 2014 and 2013

(Expressed in thousands of United States Dollar, unless otherwise stated)

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the years ended December 31, 2014 and 2013

(Expressed in thousands of United States Dollar, unless otherwise stated)

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the years ended December 31, 2014 and 2013

(Expressed in thousands of United States Dollar, unless otherwise stated)

ASSETS		Dec 31, 2014	Dec 31, 2013	LIABILITIES AND EQUITY		Dec 31, 2014	Dec 31, 2013			2014	2013			2014	2013
CURRENT ASSETS				CURRENT LIABILITIES				NET REVENUES		2,460,051	2,506,414	CASH FLOWS FROM OPERATING ACTIVITIES			
Cash and cash equivalents	207,939	241,873	Bank loans	-	21,776	COST OF REVENUES		2,342,587	2,408,370	Cash receipts from customers		2,532,884	2,479,694		
Restricted cash in banks	14,250	-	Trade accounts payable			GROSS PROFIT		117,464	98,044	Cash paid to:					
Trade accounts receivable			Related parties	133,861	179,387	Selling expenses		(42,539)	(41,155)	Suppliers		(2,398,636)	(2,293,316)		
Related parties	13,472	6,791	Third parties	254,698	344,573	General and administrative expenses		(24,846)	(25,572)	Directors and employees		(46,160)	(44,127)		
Third parties - net of allowance for impairment losses of US\$ 118 thousand in 2014 and 2013	86,537	174,417	Other accounts payable	10,159	14,136	Finance costs		(31,942)	(22,747)	Cash generated from operations		90,088	142,251		
Other accounts receivable	8,319	6,901	Taxes payable	1,749	1,125	Gain (loss) on derivative financial instrument		(2,596)	1,534	Tax restitution received		61,404	39,613		
Inventories - net of allowance for decline in value of US\$ 5,198 thousand in 2014 and US\$ 670 thousand in 2013	218,367	291,898	Accrued expenses	5,513	6,440	Equity in net income (loss) of an associate		(825)	2	Payment of income taxes		(35,295)	(28,021)		
Advances	7,556	6,835	Customer advances	3,401	3,785	Loss on foreign exchange - net		(3,608)	(4,389)	Net Cash Provided by Operating Activities		116,197	153,843		
Prepaid expenses	4,974	4,091	Current maturities of long-term liabilities:			Other gains and losses - net		13,804	11,362	CASH FLOWS FROM INVESTING ACTIVITIES					
Prepaid taxes	98,002	78,877	Bank loans	68,477	46,410	PROFIT BEFORE TAX		24,912	17,079	Acquisitions of property, plant and equipment		(180,301)	(84,714)		
Noncurrent assets held for sale	6,998	-	Finance lease obligation	54	67	TAX BENEFIT (EXPENSE)				Increase of claims for tax restitution		(27,444)	(29,795)		
Total Current Assets	666,434	811,683	Total Current Liabilities	477,912	617,699	Current tax		(518)	(9,000)	Placement on restricted cash in banks		(12,364)	-		
						Deferred tax		(6,148)	2,951	Payment of advance for purchase of property, plant and equipment		(10,051)	(35,194)		
NONCURRENT ASSETS			NONCURRENT LIABILITIES			Tax Expense - Net		(6,666)	(6,049)	Investment in an associate		(8,100)	(5,400)		
Deferred tax assets	515	-	Deferred tax liabilities - net	133,253	126,590	NET PROFIT FOR THE YEAR		18,246	11,030	Payment of interest expenses capitalized to property, plant and equipment		(3,800)	(6,780)		
Investment in an associate	12,677	5,402	Long-term liabilities - net of current maturities:			Other Comprehensive Income				Interest received		2,694	1,261		
Advances for purchase of property, plant and equipment	11,195	39,473	Bank loans	421,957	289,040	Translation adjustment		(65)	(2,718)	Proceeds from sale of property, plant and equipment		31	6,625		
Derivative financial assets	1,118	1,574	Finance lease obligation	-	54	TOTAL COMPREHENSIVE INCOME FOR THE YEAR		18,181	8,312	Withdrawal from restricted cash in banks		-	1,342		
Claims for tax refund	71,397	41,312	Derivative financial liabilities	491	242	PROFIT FOR THE YEAR ATTRIBUTABLE TO:				CASH FLOWS FROM FINANCING ACTIVITIES					
Restricted cash in banks	11,095	12,981	Post-employment benefits obligation	18,552	16,687	Owners of the Company		18,051	9,682	Proceeds from long-term bank loans		200,928	-		
Property, plant and equipment - net accumulated depreciation of US\$ 1,163,267 thousand in 2014 and US\$ 1,099,993 thousand in 2013	1,143,755	987,500	Decommissioning cost	2,097	1,803	Non-controlling interest		195	1,348	Proceeds from short-term bank loans		72,003	21,776		
Other noncurrent assets	5,324	7,453	Total Noncurrent Liabilities	576,350	434,416	Net profit for the year		18,246	11,030	Payment of short-term bank loans		(93,779)	(5,000)		
Total Noncurrent Assets	1,257,076	1,095,755	TOTAL LIABILITIES	1,054,262	1,052,115	TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				Payment of long-term bank loans		(46,410)	(20,010)		
						Owners of the Company		18,018	8,303	Interest and financial charges paid		(25,927)	(19,716)		
TOTAL ASSETS	1,923,510	1,907,438	EQUITY			Non-controlling interest		163	9	Payment of payable for property, plant and equipment		(9,667)	-		
			Equity attributable to owners of the Company			TOTAL COMPREHENSIVE INCOME FOR THE YEAR		18,181	8,312	Payment of transaction costs		(3,531)	(4,876)		
			Capital stock - Rp 1,000 par value per share			ATTRIBUTABLE TO:				Dividend payment:					
			Authorized - 12,264,785,694 shares issued and fully paid - 3,286,962,558 shares	359,989	359,989	Owners of the Company		18,018	8,303	The Company		(2,800)	-		
			Additional paid-in capital	108,675	108,675	Non-controlling interest		163	9	Subsidiary		(1,656)	(1,453)		
			Other comprehensive income	(1,471)	(1,438)	Total comprehensive income for the year		18,181	8,312	Payment of finance lease obligation		(67)	(63)		
			Retained earnings since quasi-reorganization on December 31, 2006	4,739	3,939	BASIC EARNINGS PER SHARE				Proceeds from issuance of shares		-	127,634		
			Appropriated	389,642	374,991	(In full U.S. Dollar amount)		0.0055	0.0031	Net Cash Provided by Financing Activities		89,294	98,292		
			Unappropriated							Net Increase (Decrease) in Cash and Cash Equivalents		(33,934)	118,460		
			Total equity attributable to owners of the Company	861,574	846,156					CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		241,873	123,393		
			Non-controlling interest	7,674	9,167					CASH AND CASH EQUIVALENTS AT END OF YEAR		207,939	241,873		
			TOTAL EQUITY	869,248	855,323										
			TOTAL LIABILITIES AND EQUITY	1,923,510	1,907,438										

Notes:

- The above financial information as of December 31, 2014 and 2013 was derived from the consolidated financial statements which have been audited by Public Accounting Firm Osman Bing Satrio & Eny (member of Deloitte Touche Tohmatsu Limited), which expressed an unqualified opinion.
- Basic earnings per share is calculated based on weighted average number of shares of 3,286,962,558 shares and 3,086,826,383 shares as at December 31, 2014 and 2013 respectively.

Jakarta, March 23, 2015

PT. CHANDRA ASRI PETROCHEMICAL Tbk
Board of Directors