



PEFINDO CREDIT RATING INDONESIA

PRESS RELEASE
June 3, 2009

PT Indofood Sukses Makmur Tbk.

PEFINDO downgraded the ratings of PT Indofood Sukses Makmur Tbk. (INDF or the Company) and the Company's Bond III/2004 and Bond IV/2007 amounting to IDR2.98 trillion to "**idAA**" from "**idAA+**". At the same time, PEFINDO assigned "**idAA**" rating to the Company's proposed Bond V/2009 amounting to IDR1.61 trillion. The proceeds of the bond issuance will be used to refinance its Bond III/2004 due in July 2009 and to pay off other short term loans. The outlook of the ratings is "**stable**". The downgrades are triggered by the Company's more aggressive financial leverage. The offsetting factors for the downgrade are the Company's superior market position in the food industry, its favorably diversified business portfolio and vertically-integrated business operations. Currently, INDF's business is divided into four major strategic business units namely Consumer Branded Products (noodles, food seasonings, snack foods, and nutrition and special foods divisions), Bogasari (flour), Agribusiness (plantations, cooking oils and fats, and commodities divisions), and Distribution with respective revenue contributions in 2008 of 30.8%, 30.1%, 26.9%, and 12.2%. In 2008, INDF acquired Drayton Pte. Ltd., an investment company which holds 68.57% effective ownership in PT Indolakto, a company engaged in milk processing industry as well as 60% share in PT Lajuperdana Indah (LPI) which is engaged in sugar plantation through PT Salim Ivomas Pratama, a subsidiary. On December 31, 2008, CAB Holdings Ltd. was INDF's major shareholder with 50.05% ownership.

Rating Period: May 1, 2009 – June 1, 2010

Contact Analyst: Vonny Widjaja & Niken Indriarsih

vonny.widjaja@pefindo.co.id & niken.indriarsih@pefindo.co.id