



PEFINDO CREDIT RATING INDONESIA

PRESS RELEASE
June 26, 2007

PT Putra Sumber Utama Timber

PEFINDO affirmed its “**BB+**” ratings with a ‘**stable**’ outlook for PT Putra Sumber Utama Timber (PSUT or the Company) and the Company’s Bond I//A/2003 of IDR100 billion. The Company has accumulated a sinking fund amounting to IDR30 billion in a trustee account as of March 2007. The ratings reflect raw material (logs) scarcity and the Company’s negative operating profit and limited cash flow protections. Strong supports from the Group and strong product prices in the market, however, have supported the ratings. PSUT is a domestic manufacturing company, producing plywood and Laminated Veneer Lumber (LVL). PSUT is a subsidiary of HASKO group (the Group), a group of companies focusing on timber related products. The Company has two production facilities in Jambi (Sumatera) and Asam-Asam (South Kalimantan) with total annual production capacity of 400,000 cubic meters (m³). The Company has been complied with the international standard quality certification from Japanese Agriculture Standard, German Quality Strength Standard and British Standard Compliance, and thus it has no difficulty in selling their products in the export market.

Rating Period: May 24, 2007 – April 01, 2008

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