

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES**

**Interim Consolidated Financial Statements
As of June 30, 2014 (Unaudited) and December 31, 2013 (Audited) and
For the 6 (Six) Months Period Ended
June 30, 2014 (Unaudited) and 2013 (Audited)**





**DIRECTORS' STATEMENT
ON
THE RESPONSIBILITY FOR PT LIPPO KARAWACI TBK & SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE 6 (SIX) MONTHS ENDED JUNE 30, 2014**

We the undersigned:

- | | |
|--|--|
| 1. Name | : Ketut Budi Wijaya |
| Address | : Menara Matahari Lt. 22
Jln. Bulevar Palem Raya No. 7
Lippo Karawaci, Tangerang 15811 |
| Residential Address
(as in identity card) | : Jln. Percetakan Negara II/3
Johar Baru, Jakarta Pusat. |
| Telephone | : (021)2566 9000 |
| Title | : President Director |
| | |
| 2. Name | : Ninik Prajitno |
| Address | : Menara Matahari Lt. 22
Jln. Bulevar Palem Raya No. 7
Lippo Karawaci, Tangerang 15811 |
| Residential Address
(as in identity card) | : Jln. Prisma Block B.3/24
Taman Kedoya Permai, Jakarta Barat |
| Telephone | : (021)2566 9000 |
| Title | : Finance Director |

State that:

1. We are responsible for the preparation and the presentation of the consolidated financial statements of PT Lippo Karawaci Tbk ("the Company");
2. The Company's consolidated financial statements have been prepared and presented in accordance with generally accepted accounting principles in Indonesia;
3. a. All information contained in the Company's consolidated financial statements is complete and correct;
b. The Company's consolidated financial statements do not contain misleading material information or facts and do not omit material information or facts; and
4. We are responsible for the Company's internal control system.

This statement is issued to the best of our knowledge and belief.

Lippo Karawaci, 22 July 2014

PT Lippo Karawaci Tbk

 Ketut Budi Wijaya President Director	 Ninik Prajitno Finance Director
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**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES**

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**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

As of June 30, 2014 (Unaudited) and December 31, 2013 (Audited)
(Expressed In Full Rupiah, Unless Otherwise Stated)

ASSETS	Notes	June 30, 2014 Rp	December 31, 2013 Rp
Current Assets			
Cash and Cash Equivalents	2.c, 2.d, 2.f, 2.x, 3, 9, 41, 43	2,704,093,339,875	1,855,051,780,961
Trade Accounts Receivable	2.x, 2.y, 4, 43		
Third Parties	2.c, 41	863,145,818,089	769,239,450,809
Related Parties	2.f, 9	2,311,891,040	2,432,208,891
Other Current Financial Assets	2.c, 2.s, 2.x, 2.y, 5, 39.d, 41, 43	7,174,613,086,807	6,778,482,488,250
Inventories	2.g, 2.l, 2.m, 6	15,537,973,971,482	13,894,009,358,067
Prepaid Taxes	2.u, 17.c	608,906,393,197	576,053,458,431
Prepaid Expenses	2.h, 7, 39.b	171,279,703,346	137,858,917,501
Total Current Assets		27,062,324,203,836	24,013,127,662,910
Non-Current Assets			
Due from Related Parties Non-Trade	2.f, 2.x, 9, 43	12,326,165,137	9,737,396,584
Other Non-Current Financial Assets	2.c, 2.x, 8, 41, 43	549,096,453,959	518,798,100,269
Investments in Associates	2.e, 2.f, 9, 10	111,392,042,584	130,431,496,396
Investment Property	2.i, 2.k, 2.m, 11	308,996,054,910	306,361,105,208
Property and Equipment	2.j, 2.m, 2.y, 12	2,908,998,250,754	2,810,892,282,327
Intangible Assets	2.n, 2.o, 13, 44	344,296,362,425	331,840,973,411
Deferred Tax Assets	2.u, 2.y, 17.b	51,897,673,146	50,363,528,322
Advances	14	2,108,770,656,973	1,456,429,749,828
Land for Development	2.g, 15	1,043,316,169,906	1,611,411,858,630
Other Non-Current Non-Financial Assets		104,286,044,472	60,968,276,381
Total Non-Current Assets		7,543,375,874,266	7,287,234,767,356
TOTAL ASSETS		34,605,700,078,102	31,300,362,430,266

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (Continued)**
As of June 30, 2014 (Unaudited) and December 31, 2013 (Audited)
(Expressed In Full Rupiah, Unless Otherwise Stated)

LIABILITIES AND EQUITY	Notes	June 30, 2014 Rp	December 31, 2013 Rp
LIABILITIES			
Current Liabilities			
Trade Accounts Payable - Third Parties	2.c, 2.x, 18, 41, 43	381,268,560,006	397,748,177,608
Accrued Expenses	2.c, 2.l, 2.s, 2.x, 16, 41, 43	642,494,196,939	551,608,473,508
Taxes Payable	2.u, 17.d	177,998,072,284	253,597,145,454
Short-Term Employment Benefits Liabilities	2.q, 2.y, 43	9,486,364,146	13,318,752,901
Short-Term Bank Loans	2.x, 19, 43	4,856,761,606	4,927,167,196
Current Portion of Long-Term-Bank Loans	2.x, 21, 43	12,104,808,997	11,792,174,233
Other Current Financial Liabilities	2.x, 20, 41, 43	568,820,011,467	300,183,744,169
Advances from Customers	2.t, 24	2,822,984,084,403	3,076,033,864,066
Deferred Income	2.f, 2.t, 9, 25	132,901,976,892	112,750,964,416
Deferred Gain on Sale and Leaseback Transactions	2.k, 26, 39.b	124,775,224,524	119,603,248,421
Total Current Liabilities		4,877,690,061,264	4,841,563,711,972
Non-Current Liabilities			
Long-Term Bank Loans	2.x, 21, 43	36,828,141,286	42,960,940,232
Due to Related Parties Non-Trade	2.f, 2.x, 9, 43	3,828,412,119	3,828,292,119
Bonds Payable	2.c, 2.p, 2.x, 22, 41, 43	9,372,617,797,866	7,747,839,607,892
Other Non-Current Financial Liabilities	2.x, 43	59,158,638,704	50,996,677,731
Long-Term Employment Benefits Liabilities	2.f, 2.q, 2.y, 9, 23	187,635,603,635	187,635,603,635
Deferred Tax Liabilities	2.u, 2.y, 17.b	11,043,210,333	11,983,104,371
Advances from Customers	2.t, 24	2,358,423,321,545	2,245,662,396,406
Deferred Income	2.f, 2.t, 9, 25	666,485,787,393	715,824,259,042
Deferred Gain on Sale and Leaseback Transactions	2.k, 26, 39.b	1,199,698,885,726	1,274,494,531,641
Total Non-Current Liabilities		13,895,719,798,607	12,281,225,413,069
Total Liabilities		18,773,409,859,871	17,122,789,125,041
EQUITY			
Equity Attributable to Owner of the Parent Company			
Capital Stock			
Par Value - Rp 100			
Authorized Capital - 64,000,000,000 shares			
Issued and Fully Paid - 23,077,689,619 shares	27	2,307,768,961,900	2,307,768,961,900
Additional Paid-in Capital - Net	2.r, 28	4,063,148,621,880	4,063,148,621,880
Difference in Transactions with Non-Controlling Interest	29.a	648,506,507,580	(185,773,768,543)
Difference in Equity Changes of Subsidiaries	29.b	1,013,389,404,756	1,105,101,368,218
Treasury Stock	2.x, 27	(216,524,113,794)	(216,524,113,794)
Retained Earnings		5,101,363,745,486	4,748,452,643,994
Other Comprehensive Income	31	1,195,246,702,413	978,701,350,944
Total Equity Attributable to Owner of the Parent Company		14,112,899,830,221	12,800,875,064,599
Non-Controlling Interests	2.n, 32	1,719,390,388,010	1,376,698,240,626
Total Equity		15,832,290,218,231	14,177,573,305,225
TOTAL LIABILITIES AND EQUITY		34,605,700,078,102	31,300,362,430,266

The accompanying notes form an integral part of these consolidated financial statements

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**
For the 6 (six) Months Period Ended June 30, 2014 (Unaudited) and 2013 (Audited)
(Expressed In Full Rupiah, Unless Otherwise Stated)

	Notes	2014 (6 Months) Rp	2013 (6 Months) Rp
REVENUES	2.f, 2.t, 2.y, 9, 33	4,108,562,225,609	3,067,309,632,887
COST OF REVENUES	2.t, 2.y, 34	<u>(2,186,845,006,503)</u>	<u>(1,608,865,347,959)</u>
GROSS PROFIT		<u>1,921,717,219,106</u>	<u>1,458,444,284,928</u>
Other Income	2.t, 37	111,087,299,946	182,643,343,979
Operating Expenses	2.t, 35	(887,668,982,113)	(687,277,377,237)
Other Expenses	2.t, 37	<u>(31,186,419,116)</u>	<u>(97,523,452,618)</u>
PROFIT FROM OPERATIONS		<u>1,113,949,117,823</u>	<u>856,286,799,052</u>
Financial Charges - Net	36	(46,651,591,939)	(11,118,671,999)
Share in the Profit of Associates	2.e, 2.f, 10	<u>755,546,188</u>	<u>3,702,953,551</u>
PROFIT BEFORE TAX		<u>1,068,053,072,072</u>	<u>848,871,080,604</u>
Tax Expenses	2.t, 2.u, 17.a	<u>(169,846,256,199)</u>	<u>(146,985,849,457)</u>
PROFIT FOR THE PERIOD		<u>898,206,815,873</u>	<u>701,885,231,147</u>
OTHER COMPREHENSIVE INCOME			
Gain (Loss) from Translations Financial Statements in Foreign Currency	2.c, 31	(28,729,218,427)	116,518,187,230
Gain on Changes in Fair Value of Available-for-Sale Financial Assets	2.c, 2.x, 5, 31	<u>245,274,569,896</u>	<u>75,426,170,501</u>
TOTAL OTHER COMPREHENSIVE INCOME FOR THE PERIOD		<u>216,545,351,469</u>	<u>191,944,357,731</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		<u>1,114,752,167,342</u>	<u>893,829,588,878</u>
Profit for the Period Attributable to:			
Owner of the Parent Company		672,911,101,492	545,643,233,421
Non-Controlling Interests	2.b	<u>225,295,714,381</u>	<u>156,241,997,726</u>
		<u>898,206,815,873</u>	<u>701,885,231,147</u>
Total Comprehensive Income for the Period Attributable to:			
Owner of the Parent Company		889,456,452,961	737,587,591,152
Non-Controlling Interests	2.b	<u>225,295,714,381</u>	<u>156,241,997,726</u>
		<u>1,114,752,167,342</u>	<u>893,829,588,878</u>
EARNINGS PER SHARE			
Basic, Profit for the Period Attributable to Ordinary Share Holders of the Parent Company	2.v, 38	29.55	23.96

The accompanying notes form an integral part of these consolidated financial statements

These consolidated financial statements are originally issued in Indonesian language

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**
For the 6 (six) Months Period Ended June 30, 2014 (Unaudited) and 2013 (Audited)
(Expressed In Full Rupiah, Unless Otherwise Stated)

Notes	Total Equity Attributable to Owner of Parent Company															
	Additional Paid-in Capital - Net				Retained Earnings				Other Comprehensive Income				Non-Controlling Interest	Total		
	Issued and Fully Paid-in Capital Stock	Paid-in Capital Excess of Par - Net	Difference in Value from Restructuring Transactions between Entities Under Common Control-Net	Total	Difference in Transactions with Non-Controlling Interest	Difference in Equity Transactions of Subsidiary	Treasury Stock	Appropriated	Unappropriated	Total	Translations of Financial Statements in Foreign Currency	Changes in Fair Value of Available for Sale Financial Assets			Total	Total
Rp	Rp	Rp	Rp	Rp	Rp	Rp	Rp	Rp	Rp	Rp	Rp	Rp	Rp	Rp		
BALANCE AS OF DECEMBER 31, 2012	<u>2,307,768,961,900</u>	<u>4,043,613,274,615</u>	<u>19,535,347,265</u>	<u>4,063,148,621,880</u>	<u>(242,888,251,427)</u>	<u>--</u>	<u>(216,524,113,794)</u>	<u>6,000,000,000</u>	<u>3,784,222,421,118</u>	<u>3,790,222,421,118</u>	<u>60,134,221,651</u>	<u>894,254,875,437</u>	<u>954,389,097,088</u>	<u>10,656,116,736,765</u>	<u>813,989,653,710</u>	<u>11,470,106,390,475</u>
Equity Changes in 2013																
Dividend and Reserved Fund	--	--	--	--	--	--	--	--	--	--	--	--	--	(177,500,000,000)	--	(177,500,000,000)
Total Comprehensive Income for the Period	--	--	--	--	--	--	--	--	251,697,732,221	251,697,732,221	(18,042,244,096)	415,463,859,259	397,421,615,163	649,119,347,384	96,650,536,053	745,769,883,437
BALANCE AS OF JUNE 30, 2013	<u>2,307,768,961,900</u>	<u>4,043,613,274,615</u>	<u>19,535,347,265</u>	<u>4,063,148,621,880</u>	<u>(242,888,251,427)</u>	<u>--</u>	<u>(216,524,113,794)</u>	<u>6,000,000,000</u>	<u>4,035,920,153,339</u>	<u>4,041,920,153,339</u>	<u>42,091,977,555</u>	<u>1,309,718,734,696</u>	<u>1,351,810,712,251</u>	<u>11,127,736,084,149</u>	<u>910,640,189,763</u>	<u>12,038,376,273,912</u>
BALANCE AS OF DECEMBER 31, 2013	<u>2,307,768,961,900</u>	<u>4,043,613,274,615</u>	<u>19,535,347,265</u>	<u>4,063,148,621,880</u>	<u>(185,773,768,543)</u>	<u>1,105,101,368,218</u>	<u>(216,524,113,794)</u>	<u>7,000,000,000</u>	<u>4,741,452,643,994</u>	<u>4,748,452,643,994</u>	<u>552,703,272,840</u>	<u>425,998,078,104</u>	<u>978,701,350,944</u>	<u>12,800,875,064,599</u>	<u>1,376,698,240,626</u>	<u>14,177,573,305,225</u>
Equity Changes in 2014																
Disposal of Shares in Subsidiary	29.a	--	--	--	834,280,276,123	(91,711,963,462)	--	--	--	--	--	--	--	742,568,312,661	117,396,432,964	859,964,745,625
Dividend and Reserved Fund	30	--	--	--	--	--	--	1,000,000,000	(321,000,000,000)	(320,000,000,000)	--	--	--	(320,000,000,000)	--	(320,000,000,000)
Total Comprehensive Income for the Period		--	--	--	--	--	--	--	672,911,101,492	672,911,101,492	(28,729,218,427)	245,274,569,896	216,545,351,469	889,456,452,961	225,295,714,420	1,114,752,167,381
BALANCE AS OF JUNE 30, 2014		<u>2,307,768,961,900</u>	<u>4,043,613,274,615</u>	<u>19,535,347,265</u>	<u>4,063,148,621,880</u>	<u>648,506,507,580</u>	<u>1,013,389,404,756</u>	<u>8,000,000,000</u>	<u>5,093,363,745,486</u>	<u>5,101,363,745,486</u>	<u>523,974,054,413</u>	<u>671,272,648,000</u>	<u>1,195,246,702,413</u>	<u>14,112,899,830,221</u>	<u>1,719,390,388,010</u>	<u>15,832,290,218,231</u>

The accompanying notes form an integral part of these consolidated financial statements

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES**

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

For the 6 (six) Months Period Ended June 30, 2014 (Unaudited) and 2013 (Audited)

(Expressed In Full Rupiah, Unless Otherwise Stated)

	2014	2013
	(6 Months)	(6 Months)
	Rp	Rp
CASH FLOWS FROM OPERATING ACTIVITIES		
Collections from Customers	3,851,106,912,901	4,144,251,538,231
Payments to Suppliers	(3,892,820,521,593)	(4,319,757,691,646)
Payments to Employees	(465,948,626,763)	(525,706,142,163)
Interest Received	34,595,110,546	45,399,817,064
Interest Payments	(278,317,574,260)	(261,674,118,827)
Tax Payments	(174,686,469,908)	(257,967,437,140)
Net Cash Used in Operating Activities	<u>(926,071,169,077)</u>	<u>(1,175,454,034,480)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Property and Equipment		
Disposal	--	732,193,420,610
Acquisition	(239,786,394,797)	(1,005,730,372,491)
Receipt of Dividend	128,221,394,650	88,220,093,544
Receipt of Hotel and Hospital Performance Guarantee	69,000,000,000	33,000,000,000
Acquisition of Investment Property	(10,990,791,498)	(8,328,674,820)
Placement of Restricted Funds	(30,298,353,690)	(80,935,346,357)
Disposal of Share in Subsidiary	858,000,000,000	321,102,682,275
Placement of Advances	(652,340,907,145)	(43,326,250,000)
Net Cash Provided by Investing Activities	<u>121,804,947,520</u>	<u>36,195,552,761</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Bond Issuance		
Received	1,716,600,000,000	1,347,241,187,500
Repayment	--	(1,211,305,833,210)
Issuance Cost	(42,197,402,492)	(23,419,111,967)
Receipts from (Payment to) Related Parties	(2,588,648,553)	1,715,687,361
Bank Loan		
Receipts	200,000,000,000	55,792,780
Payments	(205,974,245,354)	(5,541,339,508)
Net Cash Provided by Financing Activities	<u>1,665,839,703,601</u>	<u>108,746,382,956</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	861,573,482,044	(1,030,512,098,763)
Effect of Foreign Exchange on Cash and Cash Equivalents at the End of the Period	(12,531,923,130)	25,606,828,617
BEGINNING BALANCE OF CASH AND CASH EQUIVALENTS	1,855,051,780,961	3,337,357,407,919
ENDING BALANCE OF CASH AND CASH EQUIVALENTS	<u>2,704,093,339,875</u>	<u>2,332,452,137,773</u>

Additional information that does not affect the activity of cash flows are presented in Note 45.

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES

INTERIM NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As of June 30, 2014 (Unaudited) and December 31, 2013 (Audited) and
For the 6 (Six) Months Period Ended June 30, 2014 (Unaudited) and 2013 (Audited)
(Expressed In Full Rupiah, Unless Otherwise Stated)

1. General

1.a. The Company's Establishment

PT Lippo Karawaci Tbk ("the Company") was established under the name of PT Tunggal Reksakencana on October 15, 1990 based on the Deed of Establishment No. 233, which was made in the presence of Misahardi Wilamarta, S.H., a notary in Jakarta. The deed of establishment was approved by the Minister of Justice of the Republic of Indonesia in his Decree No. C2-6974.HT.01.01.TH.91 dated November 22, 1991 and was published in the State Gazette No. 62, Supplement No. 3593 on August 4, 1992. The Company's articles of association has been amended several times, and the latest was by partial of the Deed of Annual General Meeting of Stockholders No. 34 dated July 19, 2013, made in the presence of Sriwi Bawana Nawaksari, a notary in Tangerang, in relation to the approval to change and rearrange article 12:2, 12:3 and 12:5, article 14:15, article 17:3, article 19:2 and article 21:9 of the Company's article of association. The deed was received by the Minister of Law and Human Rights of the Republic of Indonesia in his decree No.AHU-AH.01.10.32306 dated August 1, 2013.

In accordance with article 3 of the Company's articles of association, the Company's scope of activities include real estate, urban development, land purchasing and clearing, land cut and fill, land development and excavation; infrastructure development; planning, developing, leasing, selling and managing of buildings, houses, offices and industrial estates, hotels, hospitals, commercial centers and sports centers, supporting infrastructure, including but not limited to golf courses, club houses, restaurants, other entertainment centers, medical laboratories, medical pharmacies and related facilities, directly or by investment or capital divestment; build and operate environment infrastructure, build and manage public facilities and accommodation services and operating activities in services consisting of public transportation, security services and other supporting services, except for legal and taxation services.

The Company started commercial operations in 1993. As of the reporting date, the Company's main activity is in the field of Urban Development, Large Scale Integrated Development, Retail Malls, Healthcare, Hospitality and Infrastructure, and Property and Portfolio Management. The work area of the Company and subsidiaries ("the Group"), includes Sumatera, Java, Bali, Kalimantan, Sulawesi, and several subsidiaries domiciled in Singapura, Malaysia and Seychelles.

The Company is domiciled at Jl Boulevard Palem Raya No. 7, Menara Matahari 22nd - 23rd floor, Lippo Karawaci Central, Tangerang 15811, Banten - Indonesia. The Company is a member of the Lippo Group.

1.b. The Company's Initial Public Offering

The Company's initial public offering of 30,800,000 shares was declared effective by the Chairman of Capital Market and Financial Institution Supervisory Agency (Bapepam-LK) (formerly Capital Market Supervisory Board) in his Decree No. S-878/PM/1996 dated June 3, 1996, and was listed in the Indonesian Stock Exchange on June 28, 1996.

Subsequently, the Company offered 607,796,000 shares to its existing stockholders through Limited Public Offering I, as approved by the Decree of the Chairman of Bapepam-LK in his letter No. S-2969/PM/1997 dated December 30, 1997. These shares were listed in the Indonesian Stock Exchange on January 16, 1998.

On July 30, 2004, the Company acquired and merged with several companies. As part of the merger, the Company issued 1,063,275,250 new shares which increased the Company's total outstanding shares to 2,050,943,750 shares. The increase of authorized, issued and fully paid capital was approved by the Minister of Law and Human Rights of the Republic of Indonesia in his Decree No. C-19039.HT.01.04.Th.04 dated July 30, 2004.

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
INTERIM NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of June 30, 2014 (Unaudited) and December 31, 2013 (Audited) and
For the 6 (Six) Months Period Ended June 30, 2014 (Unaudited) and 2013 (Audited)
(Expressed In Full Rupiah, Unless Otherwise Stated)

In 2004, the Company offered 881,905,813 common shares at par value of Rp 500 to the stockholders through Limited Public Offering II in connection with Preemptive Rights Issuance and issued 529,143,440 Warrants Series I as a compliment to stockholders who exercised their rights in the Limited Public Offering II. This offering was approved by the Decree of the Chairman of Bapepam-LK in his Letter No. S-3357/PM/2004 dated October 29, 2004. These shares were listed in the Indonesian Stock Exchange on January 20, 2005.

On July 28, 2006, the Company exercised stock split from one to two shares. The outstanding 5,871,017,072 shares as of December 31, 2006 have been listed in the Indonesian Stock Exchange.

On December 26, 2007, the Company exercised stock split from Rp 250 to Rp 100 per share. The outstanding 17,302,151,695 shares as of December 31, 2007 have been listed in the Indonesian Stock Exchange.

In December 2010, the Company offered 4,325,537,924 common shares with a par value of Rp 100 to the stockholders through Limited Public Offering III. This offering has received an effective notice of registration statement through the letter of the Chairman of Bapepam-LK No. S-10674/BL/2010, dated November 29, 2010 and was approved by the stockholders through a resolution of the EGM on same date. On December 29, 2010 these shares were listed in the Indonesian Stock Exchange.

Based on the Deed of Extraordinary General Meeting of Stockholders (EGMS) No. 02 dated May 3, 2010 which was made in the presence of Unita Christina Winata, SH, a notary in Jakarta, which was recently updated by the Deed of EGMS Resolution No. 13 dated March 9, 2011, made in the presence of same notary, the stockholders approved the issuance of new shares within the framework of the Non Preemptive Rights Issuance (NPRI) with a maximum of 10% of paid-in capital or 2,162,768,961 shares. The NPRI can be implemented at once and / or gradually within a period of 2 (two) years as approved by the EGMS. On June 6, 2011, the addition of 1,450,000,000 shares has been issued. The new shares were listed in the Indonesian Stock Exchange on June 8, 2011.

Based on the Deed of EGMS No. 19 dated November 15, 2011 which was made in the presence of Unita Christina Winata, SH, a notary in Jakarta, the shareholders approved the repurchase (buyback) of outstanding shares. In 2011, the number of shares repurchased amounted to 96,229,500 shares, bringing the total number of ordinary shares outstanding as of the December 31, 2011 amounted to 22,981,460,119 shares. The Company has reported this buyback to Bapepam-LK in its letter No. 005/LK-COS/II/2012 dated January 13, 2012.

The repurchased of the outstanding ordinary shares made in 2012 totalling 209,875,000 shares, bringing the outstanding shares as of December 31, 2012 amounted to 22,771,585,119 shares. The Company has reported this buyback to Bapepam-LK in its letter No. 175/LK-COS/VII/2012 dated July 13, 2012.

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1.c. The Company's Structure

The Company has ownership of more than 50%, either direct or indirectly, in the following subsidiaries:

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Start of Operation	Total Assets	
						Jun 30, 2014 Rp	Dec 31, 2013 Rp
Theta Capital Pte Ltd*** and Subsidiary	Singapore	Investment	100.00%	--	--	9,819,579,299,054	8,100,341,636,642
Theta Kemang Pte Ltd***	Singapore	Trading	--	100.00%	--	9,933,858,464,248	8,099,977,832,535
Sigma Capital Pte Ltd*** and Subsidiary	Singapore	Investment	100.00%	--	--	4,949,518,667	5,756,864,822
Sigma Trillium Pte Ltd ***	Singapore	Trading	--	100.00%	--	4,509,775,931	4,871,621,023
Lippo Karawaci Corporation Pte Ltd**** and Subsidiaries	Singapore	Investment, Trading and Services	100.00%	--	--	397,932,689,394	327,604,173,495
LK Reit Management Pte Ltd*** and Subsidiary	Singapore	Investment, Trading and Services	--	100.00%	--	397,932,698,977	327,604,183,123
Bowsprit Capital Corporation Ltd***	Singapore	Investment, Trading and Services	--	100.00%	2006	397,932,689,394	327,604,173,495
Jesselton Investment Limited*** and Subsidiaries	Malaysia	Investment, Trading and Services	100.00%	--	--	483,073,263,813	473,463,467,740
Peninsula Investment Limited*** and Subsidiary	Malaysia	Investment, Trading and Services	--	100.00%	--	483,073,275,782	473,463,479,929
LMIRT Management Ltd ****	Singapore	Investment, Trading and Services	--	100.00%	2007	483,073,263,813	473,463,467,740
PT Primakreasi Propertindo and Subsidiaries (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Real Estate	100.00%	--	--	7,189,445,362,962	5,033,684,100,079
PT Mujur Sakti Graha and Subsidiaries	Tangerang	Real Estate	--	100.00%	--	25,111,216,821	22,342,846,137
PT Surplus Multi Makmur and Subsidiary	Jakarta	Real Estate	--	90.00%	--	44,143,548,148	19,104,249,992
PT Arta Sarana	Bandung	Investment, Trading and Services	--	81.00%	--	44,146,410,627	44,236,407,943
PT PuriParagon	Tangerang	Development, Trading and Services	--	100.00%	--	580,592,942	583,842,942
PT Menara Tirta Indah	Tangerang	Development, Trading and Services	--	100.00%	--	525,424,352,748	459,602,540,578
PT Gempita Sinar Abadi	Jakarta	Development, Trading and Services	--	100.00%	--	20,168,897,259	20,172,372,441
PT Tatabangun Nusantara	Tangerang	Development, Trading and Services	--	100.00%	--	7,045,424,496	8,412,773,847
PT Multiguna Selaras Maju and Subsidiary	Tangerang	Development, Trading and Services	--	100.00%	--	4,133,720,959	4,036,434,386
PT Sinar Buana Cemerlang ²⁾	Tangerang	Development, Trading and Services	--	100.00%	--	2,000,000,000	--
PT Lintas Lautan Cemerlang	Tangerang	Development, Trading and Services	--	100.00%	--	11,374,607,799	12,215,080,640
PT Nilam Biru Bersinar (3.81% ownership in PT Siloam International Hospitals Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	114,769,844,661	114,945,635,777
PT Safira Prima Utama (8.65% ownership in PT Siloam International Hospitals Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	125,717,654,594	125,740,248,877
PT Kalimaya Pundi Bumi (8.65% ownership in PT Siloam International Hospitals Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	877,336,403,441	125,764,474,163
PT Gloria Mulia (4.32% ownership in PT Siloam International Hospitals Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	62,849,748,029	116,253,296,282
PT Graha Solusi Mandiri and Subsidiary	Jakarta	Services	--	100.00%	--	116,208,967,367	116,253,296,282
PT Wijaya Wisesa Propertindo	Jakarta	Development and Services	--	80.00%	--	126,269,155	126,269,155
PT Kharisma Ekacipta Persada	Tangerang	Development, Trading and Services	--	100.00%	--	904,359,705	869,375,000
PT Cipta Mahakarya Gemilang	Tangerang	Development, Trading and Services	--	100.00%	--	11,599,989,352	584,400,000
PT Mandiri Cipta Gemilang and Subsidiaries	Jakarta	Real Estate	--	100.00%	2003	3,890,355,727,790	3,363,549,073,489
PT Titian Semesta Raya	Jakarta	Development, Trading and Services	--	100.00%	--	87,497,519,803	17,337,397,886
PT Adijaya Pratama Mandiri	Jakarta	Development, Trading and Services	--	100.00%	--	86,389,268,155	1,000,000,000
PT Esatama Lestari Jaya	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	2,469,686,538	2,498,880,492

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Start of Operation	Total Assets	
						Jun 30, 2014 Rp	Dec 31, 2013 Rp
PT Bahtera Perkasa Makmur	Manado	Development, Trading, Printing and Services	--	100.00%	--	219,690,813,254	143,584,829,329
PT Gading Makmur Jaya	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	30,010,803,634	30,017,757,025
PT Bimasakti Jaya Abadi and Subsidiaries	Jakarta	Development, Trading, Printing and Services	--	100.00%	2011	636,159,984,677	227,721,466,739
PT Kuta Beach Paragon and Subsidiaries	Tangerang	Development, Trading and Services	--	100.00%	--	450,916,081,341	410,493,719,197
PT Graha Buana Utama and Subsidiaries	Tangerang	Development, Trading and Services	--	100.00%	--	431,860,550,324	371,219,215,792
PT Berkat Langgeng Jaya and Subsidiary	Tangerang	Development, Trading and Services	--	100.00%	--	432,427,372,324	371,186,037,792
PT Pamor Paramita Utama	Badung	Development, Trading and Services	--	87.50%	2013	422,367,028,049	360,853,919,066
PT Surya Megah Lestari	Jakarta	Development, Trading, Printing, Land Transport, Industry, Agriculture and Services	--	100.00%	--	3,999,011,976	3,997,387,808
PT Gunung Halimun Elok	Tangerang	Development, Trading and Services	--	100.00%	--	244,028,151,030	110,465,283,369
PT Danisa Indah Cipta and Subsidiary	Tangerang	Development, Industry, Printing and Services	--	100.00%	--	558,406,108	557,734,957
PT Fajarindo Sinar Sakti	Tangerang	Development, Industry, Printing and Services	--	100.00%	--	118,024,271	119,683,093
PT Jaya Makmur Bersama	Badung	Development, Trading and Services	--	100.00%	--	4,018,341,774	4,109,795,193
PT Gumarang Karya Sejati	Manado	Development, Trading, Printing and Services	--	100.00%	--	1,995,919,200	1,997,855,429
PT Grand Villa Persada (0.5% ownership in (PT Gowa Makassar Tourism Development Tbk)	Tangerang	Real Estate	--	100.00%	--	40,716,337,808	40,827,168,188
PT Mega Proyek Pertiwi	Tangerang	Real Estate	--	100.00%	--	15,567,287,381	15,567,878,859
PT Sinar Surya Timur	Tangerang	Development, Trading and Services	--	100.00%	--	10,253,771,000	2,000,001,000
PT Gempita Cipta Bersama	Semarang	Development, Trading and Services	--	100.00%	--	1,280,506,728	812,669,333
PT Suryamas Khatulistiwa	Tangerang	Development, Trading and Services	--	100.00%	--	587,618,750	588,268,750
PT Lautan Sinar Abadi and Subsidiaries	Tangerang	Development, Trading and Services	--	100.00%	--	275,363,840	279,137,840
PT Usahatama Kreatif and Subsidiaries	Tangerang	Development, Trading and Services	--	86.50%	--	390,913,840	393,937,840
PT Kreasi Tunas Bangsa and Subsidiary	Tangerang	Development, Trading and Services	--	87.51%	--	846,664,840	393,937,840
PT Grahatama Asri Makmur	Tangerang	Development, Trading and Services	--	87.51%	--	846,663,840	848,937,840
PT Karimata Putra Alam	Tangerang	Development, Trading and Services	--	100.00%	--	585,750,000	586,500,000
PT Timor Eka Selaras	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	5,118,862,724	5,130,932,671
PT Sultana Semesta Prima	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	36,761,394,629	20,076,023,874
PT Wijayakusuma Sukses Maju	Padang	Development, Trading, Printing and Services	--	100.00%	--	11,182,615,840	11,209,988,075

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Start of Operation	Total Assets	
						Jun 30, 2014 Rp	Dec 31, 2013 Rp
PT Andalan Utama Maju	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	2,327,417,400	100,000,000
PT Bumi Aurum Sejahtera	Medan	Development, Trading, Printing and Services	--	100.00%	--	41,393,683,065	34,958,606,230
PT Cipta Semesta Prima	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	100,000,000	100,000,000
PT Mentari Panen Raya	Jakarta	Development, Trading, Printing and Services	--	100.00%	--	64,505,000	74,505,000
PT Satyagraha Dinamika Unggul	Tangerang	Development, Trading, Printing and Services	--	70.00%	--	483,426,462,789	437,334,970,821
PT Jayadipta Utama Makmur	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	2,327,417,400	74,505,000
PT Bumi Sindang Jaya	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	154,463,197	74,505,000
PT Cahaya Teratai Sakti ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	608,310,157	600,000,000
PT Damarindo Perkasa ¹⁾	Jambi	Development, Trading, Printing and Services	--	100.00%	--	5,636,550,172	2,124,520,443
PT Cipta Dunia Abadi ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	588,533,381	586,779,840
PT Puri Istana Megah ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	585,000,000	585,000,000
PT Sekawan Dunia Dinamika ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	585,000,000	585,000,000
PT Citra Dwi Anugrah ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	557,750,000	585,000,000
PT Pelangi Mutiara Timur ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	570,704,818	572,533,202
PT Sari Karya Muda ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	569,293,967	585,000,000
PT Sinar Biru Artha ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	585,000,000	585,000,000
PT Tunggal Mekar Abadi ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	585,000,000	585,000,000
PT Graha Dana Dinamika	Jakarta	Development, Trading, Printing and Services	--	100.00%	--	25,091,845,980	25,064,315,139
PT Mega Pratama Serasi	Depok	Development, Trading, Printing and Services	--	100.00%	--	931,825,624	32,100,000
PT Mulia Aditama Setia	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	32,100,000	32,100,000

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Start of Operation	Total Assets	
						Jun 30, 2014 Rp	Dec 31, 2013 Rp
PT Pradamas Graha Indah	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	--	74,550,000
PT Mentari Adi Perkasa	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	998,655,000	1,000,000,000
PT Berdikari Jaya Abadi	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	74,505,000	74,505,000
PT Lumbung Mas Trjaya and Subsidiaries ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	793,959,391,677	455,317,710,250
PT Karyatama Buana Cemerlang and Subsidiary	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	733,878,077,879	395,286,397,453
PT Mapalus Mancacakti	Tangerang	Development, Trading, Printing and Services	--	70.00%	--	673,591,527,003	334,999,846,577
PT Dwi Prabu Sakti ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	100,000,000	100,000,000
PT Sumber Pundi Sejahtera ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Prabu Cipta Prima ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Multi Panen Utama	Kupang	Development, Trading, Printing and Services	--	100.00%	--	98,350,000	98,350,000
PT Pancuran Intan Makmur ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Solusi Dunia Baru ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	100,000,000	100,000,000
PT Suar Lintas Samudra ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Berkat Samiguna Sukses ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Global Lintas Multitama ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Sarana Ciptakarya Utama ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Mitra Samiguna Makmur ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Cipta Mutiara Sukses ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Suar Mutiara Semesta ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Manyala Harapan ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Start of Operation	Total Assets	
						Jun 30, 2014 Rp	Dec 31, 2013 Rp
PT Suar Lintas Benua and Subsidiary ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT BST Kupang Sejahtera ²⁾	Jakarta	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Mulia Cipta Wibawa ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Manunggal Bumi Sejahtera ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Bandha Mulia Abadi ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Dutamas Cakra Tunggal ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Indocitra Mulia Pratama ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Praja Adikara Utama ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Pusaka Sumber Artha ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Prima Sentosa Jayaabadi ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Indahjaya Sukses Abadi ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Mandara Nusa Loka ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Garda Utama Manado ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Sentra Dwimandiri and Subsidiaries (1.61% Ownership in PT Gowa Makassar Tourism Development)	Jakarta	Real Estate	100.00%	--	--	5,304,900,725,135	5,207,529,100,191
PT Prudential Development	Jakarta	Real Estate	--	100.00%	--	566,439,123	566,439,123
PT Sentra Realitindo Development and Subsidiaries (4.62% ownership in PT Lippo Cikarang Tbk)	Jakarta	Home Improvement	--	100.00%	2001	123,098,906,237	142,641,942,235
PT Darma Sarana Nusa Pratama and Subsidiary	Tangerang	Real Estate	--	52.70%	1997	82,462,731,964	129,919,768,580
PT Tata Mandiri Daerah Villa Permata	Tangerang	Town Management	--	47.28%	2001	5,104,667,149	4,590,887,227
PT Golden Pradamas and Subsidiaries	Tangerang	Real Estate	--	100.00%	--	636,686,428,549	651,508,440,961
PT Mulia Bangun Semesta and Subsidiaries	Tangerang	Real Estate	--	100.00%	2002	621,725,192,569	605,210,333,673
PT Villa Permata Cibodas and Subsidiaries	Tangerang	Real Estate	--	100.00%	1995	190,620,790,982	171,971,702,499
PT Puncak Resort International and Subsidiaries	Cianjur	Real Estate	--	100.00%	1994	76,118,028,302	77,085,241,483
PT Sentosa Seksama	Cianjur	Real Estate	--	100.00%	1994	22,671,815,374	23,233,857,605
PT Purimegah Swarga Buana	Cianjur	Real Estate	--	100.00%	1994	8,803,661,567	8,778,198,567
PT Adigraha Rancang Sempurna	Cianjur	Real Estate	--	100.00%	1994	7,257,192,675	7,502,108,827
PT Pesanggrahan Suripermata Agung	Cianjur	Real Estate	--	100.00%	1994	1,825,341,812	1,974,379,891
PT Dona Indo Prima	Tangerang	Real Estate	--	100.00%	--	50,000,000	50,000,000
PT Sukmaprima Sejahtera	Tangerang	Real Estate	--	100.00%	--	50,000,000	50,000,000
PT Villapermata Gemilang Abadi ²⁾	Jakarta	Real Estate	--	100.00%	--	600,000,000	--
PT Bumi Sawarna Indah ²⁾	Jakarta	Real Estate	--	100.00%	--	600,000,000	--
PT Muliasentosa Dinamika (4.48% Ownership in PT Lippo Cikarang Tbk)	Tangerang	Real Estate	--	100.00%	1997	378,638,604,760	392,329,353,368
PT Sentra Asritama Realty Development and Subsidiaries	Tangerang	Installation and Water Treatment	--	100.00%	1994	198,894,354,523	138,817,114,471
PT Tata Mandiri Daerah Lippo Karawaci and Subsidiary	Tangerang	Town Management	--	100.00%	1999	189,961,616,327	184,327,826,427
PT Surya Makmur Alam Persada	Jakarta	Real Estate	--	100.00%	--	20,332,778,226	20,296,132,390
PT Karya Bersama Jaya	Tangerang	Water Treatment Installation	100.00%	--	2010	25,197,010,891	19,003,931,942
PT Sentragraha Mandiri	Jakarta	Real Estate	--	100.00%	--	33,369,169,431	33,383,974,697

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						Jun 30, 2014 Rp	Dec 31, 2013 Rp
PT Saptapersada Jagathusa	Tangerang	Bowling	--	100.00%	1998	8,581,412,949	8,784,570,253
PT Sejahtajaya Selaras	Jakarta	Real Estate	--	100.00%	--	13,119,576,782	13,135,186,134
PT Bahtera Pratama Wirasakti	Jakarta	Real Estate	--	100.00%	--	16,307,610,354	16,320,965,360
PT Sentra Office Realty	Tangerang	Building Management	--	100.00%	1998	714,765,952	714,765,952
PT Dinamika Intertrans	Jakarta	Transportation	--	100.00%	1994	837,459,180	739,293,346
PT Imperial Karawaci Golf	Tangerang	Golf	--	100.00%	--	471,569,000	472,167,000
PT Agung Sepadan	Tangerang	Real Estate	--	100.00%	--	2,569,300,440	2,584,158,954
PT Prudential Townhouse Development	Tangerang	Real Estate	--	100.00%	--	163,094,021	178,113,372
PT Wahana Tatabangun Cemerlang Matahari	Tangerang	Real Estate	--	100.00%	--	11,476,708	11,842,708
PT Wahana Tatabangun Cemerlang	Tangerang	Real Estate	--	100.00%	--	11,195,966	11,661,966
PT Paragon City	Padang	Real Estate and Trading	--	100.00%	--	15,694,051,115	15,711,019,723
PT Padang Indah City	Tangerang	Trading, Development and Services	--	100.00%	--	16,731,071,307	17,343,497,562
Bridgewater International Ltd***	Seychelles	Investment and Trading	--	100.00%	2006	4,261,613,036,484	4,152,292,715,296
Pan Asian Investment Ltd*** and Subsidiary	Vanuatu	Trading	--	100.00%	--	6,790,208,086	6,790,208,086
Crownwell Investment Ltd***	Vanuatu	Trading	--	100.00%	--	16,930	16,930
Indigo Fund Investment Fund Ltd***	Cook Island	Investment	--	100.00%	--	--	--
Banksia Holdings Ltd***	Cook Island	Trading	--	100.00%	--	--	--
PT Lippo Karawaci Infrastructure & Utilities Division	Tangerang	Construction and Services	--	100.00%	--	227,469,000	227,469,000
Brightlink Capital Limited***	Malaysia	Investment, Trading and Services	--	100.00%	--	88,678,688,185	90,457,722,026
Evodia Strategic Investment Limited***	Malaysia	Investment, Trading and Services	--	100.00%	--	479,149,995,420	481,399,995,398
PT St Moritz Management	Jakarta	Development, Trading and Services	--	100.00%	--	3,811,609,589	3,651,764,705
PT Kemang Village Management	Jakarta	Hotel	--	100.00%	--	14,652,678,681	3,651,764,705
PT TMD Depok Manajemen ¹⁾	Jakarta	Services	--	100.00%	--	10,000,000,000	10,000,000,000
PT Sentrasemesta Indah Cemerlang ²⁾	Tangerang	Real Estate	--	100.00%	--	600,000,000	--
PT Dinamika Megah Cemerlang ²⁾	Tangerang	Real Estate	--	100.00%	--	600,000,000	--
PT Wisma Jatim Propertindo and Subsidiaries (1.21% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Services	100.00%	--	--	5,019,480,433,055	4,957,581,216,900
PT Maharama Sakti (0.05% ownership in PT Gowa Makassar Tourism Development Tbk and 0.05% ownership in PT Siloam International Hospitals Tbk)	Jakarta	Trading	--	100.00%	--	274,316,000	274,316,000
PT KemangParagon Mall and Subsidiaries (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	2,264,454,319,366	2,104,029,712,761
PT Wahana Usaha Makmur and Subsidiaries	Jakarta	Real Estate	--	92.00%	--	2,266,152,368,263	2,150,098,431,752
PT Almaron Perkasa and Subsidiaries	Jakarta	Real Estate	--	92.00%	2005	2,263,619,174,231	2,520,357,222,225
PT Gelora Raya Semesta	Tangerang	Trading and Development	--	92.00%	2013	218,634,157,173	185,193,775,419
PT Prima Aman Sarana	Jakarta	Services	--	92.00%	--	193,437,893,621	146,940,702,091
PT Kemang Multi Sarana	Jakarta	Real Estate and Urban Development	--	92.00%	--	89,303,489,813	90,872,368,437
PT Lippoindo Abadi and Subsidiaries	Jakarta	Trading	--	100.00%	--	238,301,420,441	241,353,388,378
PT Kemuning Satiatama and Subsidiaries (42.20% ownership di PT Lippo Cikarang Tbk)	Jakarta	Trading	--	100.00%	--	233,385,236,600	236,437,068,768
PT Megachandra Karyalestani	Jakarta	Trading	--	100.00%	1992*	284,692,527	284,463,862
PT Prudential Apartment Development	Jakarta	Services	--	100.00%	1993*	573,954,194	575,770,194
PT Sentra Kharisma Indah	Jakarta	Services	--	80.00%	--	2,177,177,119	2,178,993,119
PT Carakatama Dirgantara and Subsidiary	Jakarta	Trading	--	100.00%	--	70,297,671,869	70,733,736,426
PT Prudential Hotel Development	Tangerang	Trading and Services	--	100.00%	1994*	70,275,562,242	70,717,301,532
PT Ariasindo Sejati and Subsidiaries	Jakarta	Trading and Services	--	95.00%	--	190,956,615,367	201,966,025,990
PT Unitech Prima Indah and Subsidiary	Tangerang	Real Estate	--	94.69%	2004	191,546,134,516	192,496,613,706
PT Karya Cipta Pesona	Medan	Accommodation Services	--	94.69%	--	75,314,589,713	86,042,143,051
PT Metropolitan Leisure Corporation and Subsidiaries	Jakarta	Trading and Services	--	100.00%	--	40,308,364,604	39,880,425,766
PT Kumiasindo Sejahtera	Jakarta	Trading and Services	--	100.00%	--	135,356,578	137,400,565
PT Graha Tata Cemerlang Makasar (0.34% ownership in PT Lippo Cikarang Tbk)	Makassar	Real Estate	--	100.00%	2002	37,411,799,269	37,654,229,179
PT Guna Tata Carakatama	Makassar	Trading and Services	--	100.00%	2002	201,928,602	201,992,136
PT Lippo Land Cahaya Indonesia	Tangerang	Services	--	100.00%	2003	2,557,735,731	2,469,715,518
PT Karunia Persada Raya and Subsidiary	Tangerang	Trading	--	100.00%	--	66,933,505,476	2,463,939,742
PT Pendopo Niaga	Malang	Real Estate	--	100.00%	2004	66,933,505,476	43,278,529,038
PT Larasati Anugerah	Jakarta	Trading	--	100.00%	--	21,278,420	21,880,420
PT Bathara Brahma Sakti (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Trading and Services	--	100.00%	1992*	4,796,081,948	4,799,886,917

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Start of Operation	Total Assets	
						Jun 30, 2014 Rp	Dec 31, 2013 Rp
PT Realty Limaribu	Jakarta	Services	--	100.00%	1998*	351,406,782	356,013,588
PT Dwisindo Jaya (0,05% iwnership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	114,938,002	115,402,350
PT Karunia Alam Damai and Subsidiary	Jakarta	Trading	--	100.00%	--	188,722,227,346	186,725,120,251
PT Jagatpertia Nusanantara	Depok	Real Estate	--	100.00%	2004	188,722,227,346	187,037,114,716
PT Mulia Mukti Persada Perkasa	Jakarta	Trading	--	100.00%	--	1,837,000	2,353,000
PT Kemang Village and Subsidiaries	Jakarta	Trading	--	100.00%	--	272,188,144,507	265,201,711,328
PT Menara Bhumimegah and Subsidiaries	Jakarta	Services	--	100.00%	2005	183,006,428,310	145,669,814,979
PT Jaya Usaha Prima and Subsidiaries	Jakarta	Real Estate	--	80.00%	--	97,909,561,849	84,996,480,991
PT Persada Mandiri Abadi	Jakarta	Real Estate	--	99.90%	2005	97,906,590,699	84,993,509,841
PT Adhi Utama Dinamika	Jakarta	Real Estate	--	100.00%	--	89,696,079,023	84,381,070,289
PT Menara Perkasa Megah and Subsidiaries	Surabaya	Real Estate and Urban Development	--	100.00%	2005	487,227,074,296	488,651,041,637
PT Pelangi Cahaya Intan Makmur and Subsidiaries	Surabaya	Trading	--	87.50%	--	397,401,013,809	398,825,863,392
PT Surya Mitra Jaya and Subsidiary	Sidoarjo	Trading and Services	--	87.50%	2005	397,436,968,685	398,869,116,943
PT Citra Harapan Baru	Surabaya	Accommodation	--	87.50%	--	2,000,000,000	2,000,000,000
PT Niaga Utama	Jakarta	Trading	--	100.00%	--	100,879,418	102,974,418
PT Mitra Kasih Karunia	Jakarta	Real Estate	--	100.00%	--	1,887,217,700	1,887,217,700
PT Kreasi Megatama Gemilang and Subsidiaries	Tangerang	Development, Agribusiness, Industry, Transportation, Trading and Services	--	100.00%	--	669,173,597,411	617,888,194,976
PT Lippo Malls Indonesia and Subsidiaries	Tangerang	Services	--	100.00%	2002	669,203,703,211	617,917,482,776
PT Kreasi Gemilang Perkasa	Tangerang	Development, Trading and Services	--	100.00%	--	3,632,521,805	4,353,054,147
PT Kilau Intan Murni	Tangerang	Development, Trading and Services	--	100.00%	--	79,776,641,600	79,777,239,000
PT Mulia Citra Abadi	Yogyakarta	Development, Trading, Printing, Logistic Services, Industry, Agriculture and Services	--	100.00%	2012	250,699,530,550	206,257,959,135
PT Arwana Kreasi Gemilang	Tangerang	Development, Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Gayana Sumber Cipta	Tangerang	Development, Trading and Services	--	100.00%	--	750,000,000	750,000,000
PT Harapan Insan Mandiri	Jakarta	Development, Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Semboja Indah Cipta	Tangerang	Development, Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Putera Abadi Karya	Bogor	Development, Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Violet Pelangi Indah	Tangerang	Development, Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Buana Mediatama	Tangerang	Development, Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Nusaindah Bukit Permai	Tangerang	Development, Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Lembayung Karya Nirwana	Jakarta	Development, Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Inspira Ide Cemerlang	Tangerang	Development, Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Irama Karya Megah	Surabaya	Development, Trading and Services	--	100.00%	--	251,053,031,722	250,595,377,563
PT Gaharu Alam Permai	Tangerang	Development, Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Saputra Karya (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Surabaya	Real Estate and Urban Development	--	100.00%	--	101,146,281,454	77,237,650,725
PT Grand Provita and Subsidiary	Tangerang	Real Estate	--	100.00%	--	473,106,900	473,756,900
PT Grand Prima Propertindo	Tangerang	Real Estate	--	65.00%	--	7,298,100	7,948,100

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Start of Operation	Total Assets	
						Jun 30, 2014 Rp	Dec 31, 2013 Rp
PT Pacific Sejahtera	Tangerang	Real Estate	--	100.00%	--	16,017,400	16,667,400
PT Satriamandiri Idola Utama	Jakarta	Real Estate	--	100.00%	--	98,791,619,671	54,436,407,275
PT Mahakaya Abadi	Tangerang	Real Estate	--	100.00%	--	478,623,100	479,273,100
PT Persada Mandiri Dunia Niaga and Subsidiaries (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Real Estate	--	100.00%	--	85,807,362,157	100,011,882,484
PT Ekaputra Kencana Abadi	Jakarta	Real Estate	--	100.00%	--	4,950,000,000	4,950,000,000
PT Gapura Sakti Prima and Subsidiaries	Jakarta	Real Estate	--	100.00%	--	78,060,355,041	203,854,041,638
PT Menara Megah Tunggal and Subsidiary	Jakarta	Real Estate	--	100.00%	--	77,923,558,096	203,854,041,638
PT Trias Mitra Investama	Binjai	Real Estate	--	100.00%	2005	77,749,686,681	210,001,460,937
PT Permata Agung Propertindo	Jakarta	Real Estate	--	100.00%	--	1,181,225,795	1,181,225,795
PT Kencana Mitra Lestari	Jakarta	Development, Transportation, Trading and Services	--	100.00%	--	576,162,500	577,800,000
PT Direct Power and Subsidiaries	Bogor	Trading, Real Estate, Industry, Printing, Agribusiness, Transportation and Services	--	100.00%	2007	125,780,474,765	126,909,119,505
PT Mitra Mulia Kreasi and Subsidiary	Jakarta	Development, Industry, Mining, Agribusiness, Transportation, Trading and Services	--	80.00%	--	43,122,159,091	45,299,541,728
PT Bellanova Country Mall	Bogor	Development, Transportation, Trading and Services	--	80.00%	2005	43,032,229,091	45,209,611,729
PT Sarana Global Multindo and Subsidiaries	Jakarta	Development, Transportation, Trading and Services	--	100.00%	--	475,724,697,293	485,684,444,002
PT Guna Sejahtera Karya and Subsidiaries	Jakarta	Development, Industry, Agribusiness, Park, Trading and Services	--	100.00%	--	511,717,880,017	465,129,613,820
PT Citra Sentosa Raya and Subsidiaries	Jakarta	Trading, Real Estate, Industry, Agribusiness, Transportation and Services	--	100.00%	--	511,541,235,841	527,058,699,489
PT Gading Nusa Utama	Jakarta	Trading, Development, Industry, Park, Agribusiness and Services	--	100.00%	--	27,273,194,164	27,270,776,577
Rosenet Limited**** and Subsidiary	British Virgin Island	Investment	--	100.00%	--	510,062,693,613	525,560,105,440
Sea Pejaten Pte. Ltd****	Singapore	Investment	--	100.00%	--	510,062,693,613	525,560,105,440
Continental Investment Limited****	Malaysia	Investment, Trading and Services	--	100.00%	--	23,758,295	24,193,711
PT Sandiego Hills Memorial Park and Subsidiary	Karawang	Trading, Development, Transportation and Services	--	100.00%	2006	410,179,749,804	351,650,829,216
PT Pengelola Memorial Park	Karawang	Development, Trading and Services	--	100.00%	2010	65,243,324,713	59,377,813,538
PT CB Commercial	Tangerang	Development, Trading and Services	--	100.00%	--	583,278,161	583,794,161
PT Kemilau Karyacipta Persada	Tangerang	Development, Trading and Services	--	100.00%	--	2,462,889,000	2,464,055,000
PT Bumi Indah Pertiwi	Tangerang	Development, Trading and Public Services	--	100.00%	--	2,216,817,102	2,216,817,102
PT Galang Karya Usaha	Tangerang	Development, Trading and Services	--	100.00%	--	100,000,000	100,000,000
PT Alona Griya Utama	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	100,000,000	100,000,000

These consolidated financial statements are originally issued in Indonesian language

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Start of Operation	Total Assets	
						Jun 30, 2014 Rp	Dec 31, 2013 Rp
PT Kreasi Ciptaprima Gemilang	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	100,000,000	100,000,000
PT Manikam Mutu Prima and Subsidiary	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	100,000,000	100,000,000
PT Holland Village Manado ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Suporta Developa Jaya	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	99,250,000	99,250,000
PT Wismacahaya Sentosa Megah ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Ciptalindah Selaras Persada ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Asri Griya Utama	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Lippo Cikarang Tbk and Subsidiaries	Bekasi	Real Estate	--	54.37%	1989	4,165,372,250,393	3,854,166,345,345
PT Great Jakarta Inti Development and Subsidiary	Bekasi	Town Management and Real Estate	--	54.37%	1992	131,494,716,970	160,134,706,695
PT Menara Inti Development	Bekasi	Real Estate	--	54.37%	2012	17,494,913,718	17,194,774,785
PT Tunas Pundi Bumi	Bekasi	Town Management	--	54.37%	2010	84,829,103,409	49,149,564,954
PT Erabaru Realindo	Bekasi	Real Estate	--	54.37%	--	23,812,023,412	23,233,649,196
PT Dian Citimarga	Bekasi	Transportation	--	54.37%	1993	483,304,245	391,859,371
PT Kreasi Dunia Keluarga	Bekasi	Recreational Park	--	54.37%	1993	8,533,126,483	8,623,542,996
PT Chandra Mulia Adhidharma	Bekasi	Property Management	--	54.37%	2011	29,372,829,356	35,311,717,468
PT Tirtasari Nimala	Bekasi	Water and Waste Treatment	--	54.37%	2011	70,852,546,682	51,532,656,579
PT Waska Sentana	Bekasi	Real Estate	--	54.37%	2011	446,400,891,260	314,382,012,670
PT Swadaya Teknopolis	Bekasi	Real Estate	--	54.37%	2009	250,000,000	250,000,000
PT Bekasi Mega Power	Bekasi	Power Plant	--	54.37%	2009	128,250,000	127,000,000
PT Dunia Air Indah	Bekasi	Recreation Services	--	54.37%	2009	3,432,732,840	3,432,732,840
PT Cahaya Ina Permai and Subsidiary	Bekasi	Real Estate	--	54.37%	--	56,194,805,496	434,884,740
PT Zeus Karya Prima ¹⁾	Tangerang	Development, Trading, Printing, and Services	--	54.37%	--	25,115,876,802	8,468,194,385
PT Manunggal Utama Makmur	Tangerang	Real Estate	--	54.37%	--	589,542,122	15,194,704,877
PT Mahkota Sentosa Ekanusa	Bekasi	Real Estate	--	54.37%	--	19,129,513,939	190,846,815
PT Mega Kreasi Teknika	Bekasi	Building Construction	--	54.37%	--	236,824,156	202,653,752
PT Astana Artha Mas	Tangerang	Real Estate	--	54.37%	--	132,469,201,298	66,158,812,500
PT Mega Kreasi Nusantara Teknologi	Bekasi	Real Estate	--	54.37%	--	3,000,000,000	3,000,000,000
PT Pondera Prima Sarana	Tangerang	Real Estate	--	54.37%	--	125,000,000	125,000,000
PT Telaga Banyu Murni and Subsidiary	Tangerang	Real Estate	--	54.37%	--	175,000,000	175,000,000
PT Karimata Alam Damai	Tangerang	Real Estate	--	54.37%	--	41,671,200,000	20,885,600,000
PT Megakreasi Cikarang Damai	Tangerang	Real Estate	--	54.37%	--	500,000,000	500,000,000
PT Megakreasi Cikarang Permai	Tangerang	Real Estate	--	54.37%	--	500,000,000	500,000,000
PT Megapratama Karya Persada and Subsidiaries	Tangerang	Investment, Trading and Services	100.00%	--	--	4,865,290,918,652	4,205,570,228,813
PT Siloam International Hospitals Tbk and Subsidiaries	Tangerang	Healthcare Service	--	85.99%	2010	2,641,042,837,604	2,600,774,537,159
PT Aritasindo Permaisemesta	Jakarta	Healthcare Service	--	85.99%	--	65,811,567	62,883,437
PT Perdana Kencana Mandiri	Jakarta	Development, Trading, Industry and Services	--	85.99%	--	139,940,484	139,940,484
PT Multiselaras Anugerah	Tangerang	Development, Trading and Services	--	85.99%	--	118,439,411	118,439,411
PT Nusa Medika Perkasa	Jakarta	Healthcare Service	--	63.25%	--	916,100,929	898,583,214
PT Siloam Graha Utama and Subsidiary	Jakarta	Development, Transportation, Trading and Services	--	85.99%	--	154,631,947,931	170,926,169,055
PT East Jakarta Medika	Bekasi	Healthcare Service	--	74.62%	2002	154,626,209,418	170,919,068,042
PT Guchi Kencana Emas and Subsidiary	Jakarta	Development and Services	--	85.96%	--	94,677,993,260	103,536,422,739
PT Golden First Atlanta	Jambi	Healthcare Service	--	71.37%	2008	94,667,301,235	103,526,497,989

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Start of Operation	Total Assets	
						Jun 30, 2014 Rp	Dec 31, 2013 Rp
PT Prawira Tata Semesta and Subsidiary	Jakarta	Development and Services	--	85.99%	--	225,545,487,896	220,387,041,953
PT Balikpapan Damai Husada	Balikpapan	Healthcare Service	--	68.45%	2007	188,311,532,596	183,152,322,686
PT Siloam Emergency Services	Tangerang	Healthcare Service	--	85.99%	--	2,186,208,428	1,391,968,353
PT Medika Harapan Cemerlang Indonesia	Tangerang	Trading, Industry and Services	--	85.99%	2013	2,769,285,103	2,969,022,018
PT Pancawama Semesta and Subsidiary	Tangerang	Trading, Industry and Services	--	85.99%	--	70,201,725,260	70,275,326,965
PT Diagram Healthcare Indonesia	Depok	Healthcare Service	--	68.79%	2006	39,643,234,132	39,716,721,868
PT Adamanisa Karya Sejahtera	Jakarta	Trading, Industry and Services	--	85.99%	--	1,015,220,000	1,000,000,000
PT Brenada Karya Bangsa *)	Tangerang	Trading, Industry and Services	--	85.99%	--	598,475,000	600,000,000
PT Harmoni Selaras Indah *)	Tangerang	Trading, Industry and Services	--	85.99%	--	598,475,000	600,000,000
PT Kusuma Primadana and Subsidiaries	Tangerang	Trading, Industry and Services	--	85.99%	--	105,185,448,748	102,376,903,302
PT Adijaya Buana Sakti and Subsidiaries	Tangerang	Trading, Industry and Services	--	68.79%	--	105,179,533,478	102,368,878,302
PT Siloam Sumsel Kemitraan and Subsidiary	Tangerang	Trading, Industry and Services	--	48.15%	--	7,996,650,337	7,997,550,337
PT RS Siloam Hospital Sumsel	Palembang	Healthcare Services	--	70.85%	2012	106,169,111,196	102,356,656,020
PT Optimum Karya Persada	Jakarta	Trading, Industry and Services	--	85.97%	--	997,325,000	1,000,000,000
PT Rosela Indah Cipta	Jakarta	Trading, Industry and Services	--	85.97%	--	598,475,000	600,000,000
PT Sembada Karya Megah	Tangerang	Trading, Industry and Services	--	85.97%	--	598,475,000	600,000,000
PT Trijaya Makmur Bersama	Tangerang	Trading, Industry and Services	--	85.97%	--	598,475,000	600,000,000
PT Visindo Galaxi Jaya	Tangerang	Trading, Industry and Services	--	85.97%	--	4,994,675,000	5,000,000,000
PT Tunggal Pilar Perkasa dan Entitas Anak	Tangerang	Development, Trading, Printing and Services	--	85.97%	--	519,391,203,396	406,737,757,798
PT Tirtasari Kencana	Serang	Development, Trading and Services	--	85.97%	--	1,139,275,218	1,000,000,000
PT Gramari Prima Nusa	Medan	Development, Trading, Printing and Services	--	65.97%	--	80,078,535,260	50,878,778,974
PT Krisolis Jaya Mandiri	Kupang	Healthcare Services	--	85.97%	--	24,375,744,426	600,000,000
PT Kusuma Bhakti Anugerah	Tangerang	Trading, Industry and Services	--	85.97%	--	7,167,934,044	7,000,000,000
PT Agung Cipta Raya	Tangerang	Healthcare Services	--	85.97%	--	984,730,000	1,000,000,000
PT Bina Cipta Semesta	Padang	Healthcare Services	--	85.97%	--	1,012,590,000	1,000,000,000
PT Mega Buana Bhakti	Pangkal Pinang	Trading, Industry and Services	--	85.97%	--	5,982,496,020	6,000,000,000
PT Taruna Perkasa Megah	Yogyakarta	Trading, Industry and Services	--	85.97%	--	610,615,000	600,000,000
PT Tataka Bumi Karya	Bogor	Trading, Industry and Services	--	85.97%	--	606,740,000	600,000,000
PT Tataka Karya Indah	Bandung	Trading, Industry and Services	--	85.97%	--	606,740,000	600,000,000
PT Siloam Medika Cemerlang	Tangerang	Trading, Industry and Services	--	89.49%	--	9,772,054,708	600,000,000

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Start of Operation	Total Assets	
						Jun 30, 2014 Rp	Dec 31, 2013 Rp
PT Koridor Usaha Maju and Subsidiaries	Tangerang	Development, Trading, Printing and Services	--	85.99%	--	362,135,348,774	354,600,057,124
PT Medika Sarana Traliansia and Subsidiary	Bali	Development, Trading, Printing and Services	--	68.79%	2008	217,006,645,497	203,638,402,814
PT Trisaka Raksa Waluya	Tangerang	Special Healthcare Services and Services	--	68.79%	2008	141,084,943,212	142,522,915,190
PT Berlian Cahaya Indah	Tangerang	Development, Trading, Printing and Services	--	85.99%	2008	34,222,288,156	600,000,000
PT Mahkota Buana Selaras ¹⁾	Tangerang	Development, Trading, Printing and Services	--	85.99%	--	2,952,509,498	600,000,000
PT Primakarya Dunia Sentosa	Tangerang	Development, Trading and Services	--	100.00%	--	10,550,000	10,550,000
PT Eramulia Pratamajaya and Subsidiaries	Jakarta	Healthcare Services	99.99%	0.01%	--	1,036,817,502,822	1,109,729,536,202
PT Siloam Karya Sejahtera	Jakarta	Trading and Services	--	100.00%	--	384,136,717,745	389,561,096,776
PT Siloam Dinamika Perkasa	Jakarta	Trading, Development, Transportation and Services	--	100.00%	--	135,335,860,975	135,181,471,073
PT Siloam Sarana Karya	Jakarta	Healthcare Services	--	100.00%	2005	3,239,776,633	3,239,776,633
PT Siloam Tata Prima	Surabaya	Development, Transportation, Trading and Services	--	100.00%	--	3,365,246,431	3,365,841,316
PT Mahaduta Purnama	Jakarta	Development, Transportation, Trading and Services	--	100.00%	--	7,396,814,370	7,396,814,370
PT Buana Mandiri Selaras	Jakarta	Development and Services	--	100.00%	--	503,277,687,707	570,947,396,533
PT Serasi Adikarsa	Jakarta	Trading, Industry, Development and Mining	0.01%	99.99%	--	19,805,000	19,805,000
PT Kalanusa Intan Cemerlang and Subsidiary	Tangerang	Trading, Development, Printing and Services	--	100.00%	--	100,000,000	100,000,000
PT Garuda Asa Kencana	Tangerang	Development, Trading and Services	--	100.00%	--	100,000,000	100,000,000
PT Nusantara Indah Semesta ²⁾	Tangerang	Development, Trading and Services	--	100.00%	--	100,000,000	100,000,000
PT Megenta Sinar Abadi ²⁾	Tangerang	Development, Trading and Services	--	100.00%	--	100,000,000	100,000,000
PT Waluya Graha Loka ²⁾	Tangerang	Development, Trading and Services	--	100.00%	--	100,000,000	100,000,000
PT Abadi Jaya Sakti and Subsidiaries	Tangerang	Investment, Trading and Services	100.00%	--	--	577,031,300	577,031,300
PT Tigamitra Ekamulia and Subsidiaries	Jakarta	General	0.01%	99.99%	1998*	233,920	520,920
PT Shimatama Graha	Jakarta	Restaurant, Bar, Catering, Etc	--	100.00%	1989	5,696,513,013	5,841,821,996
PT Aryaduta International Management and Subsidiaries	Jakarta	Hotel Management	--	100.00%	1998	15,580,764,460	13,376,094,582
PT Aryaduta Surabaya Management	Surabaya	Services	--	100.00%	--	588,380,000	588,906,447
PT Aryaduta Medan Management	Medan	Services	--	100.00%	--	588,309,000	588,878,000
PT Aryaduta Karawaci Management	Tangerang	Services	--	100.00%	--	25,830,879,213	22,947,378,366
PT Aryaduta Makassar Management	Makassar	Services	--	100.00%	--	592,964,000	593,327,000
PT Aryaduta Residences	Jakarta	Services	--	100.00%	--	3,350,714,433	3,156,413,733
PT Aryaduta Hotels & Resorts	Jakarta	Services	--	100.00%	--	581,171,500	581,740,500
PT Zodia Indah Karya	Tangerang	Development, Trading, Printing and Service	--	100.00%	--	100,000,000	100,000,000
PT Lippo Hotel Indonesia dan Entitas Anak ¹⁾	Tangerang	Services	75.00%	25.00%	--	600,000,000	600,000,000
PT Aryaduta Kuta Bali ¹⁾	Badung	Tourism	--	100.00%	--	600,000,000	600,000,000

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Start of Operation	Total Assets	
						Jun 30, 2014 Rp	Dec 31, 2013 Rp
PT Lippo Horesi Indonesia ¹⁾	Tangerang	Development, Trading, adn Service	75.00%	25.00%	--	600,000,000	600,000,000
PT Graha Jaya Pratama and Subsidiaries	Tangerang	Real Estate	100.00%	--	--	1,508,443,836,336	1,384,584,802,841
PT Tataguna Cemerlang	Jakarta	Trading, Real Estate and Development	--	100.00%	--	100,000,000	100,000,000
PT Aresta Amanda Lestari (0.31% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	1,249,381,634	1,048,135,730
PT Aresta Permata Utama (3.45% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	13,654,396,271	11,737,065,174
PT Fajar Usaha Semesta (4.73% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	18,725,355,367	15,697,407,503
PT Fajar Raya Cemerlang (4.58% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	18,153,526,994	15,206,784,862
PT Fajar Abadi Aditama (3.45% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	13,666,019,354	11,448,214,800
PT Nuansa Indah Lestari and Subsidiaries	Jakarta	Trading	--	100.00%	--	160,132,818,023	142,252,148,482
PT Metropolitan Permaisemesta and Subsidiaries	Jakarta	Trading	--	89.74%	--	163,224,361,123	142,233,500,582
PT Makassar Permata Sulawesi and Subsidiaries (32.5% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	89.74%	--	159,064,534,745	138,073,158,204
PT Gowa Makassar Tourism Development Tbk and Subsidiaries	Makassar	Real Estate	4.92%	49.05%	1997	1,435,083,819,859	1,308,035,825,444
PT Kenanga Asri Elok and Subsidiary	Tangerang	Development, Trading, Printing and Service	--	53.97%	--	560,597,343,643	485,307,450,648
PT Krisanta Esa Maju ¹⁾	Tangerang	Development, Trading, Printing and Service	--	57.29%	--	100,000,000	100,000,000
PT Tribuana Jaya Raya	Tangerang	Development, Trading, Printing and Service	--	57.29%	--	560,572,343,643	485,094,272,640
PT Griya Eksotika Utama	Tangerang	Development, Trading, Printing and Service	--	57.29%	--	100,000,000	100,000,000
PT Mulia Sarana Sakti	Makassar	Trading	--	89.76%	--	512,000,000	512,000,000

* *Liquidated*

** *Transferred*

*** *Functional Currency is USD*

**** *Functional Currency is SGD*

¹⁾ *Established in 2013*

²⁾ *Established in 2014*

On January 28, 2013, PT Primakreasi Propertindo (PKP), a subsidiary, acquired all ownership in PT Graha Dana Dinamika (GDD) (through 75% direct ownership and 25% indirect ownership of PT Grand Villa Persada (GVP), with acquisition cost of Rp60,000,000. At the acquisition date, GDD has not yet started operation and therefore, recorded as an asset acquisition.

On January 28, 2013, PKP, a subsidiary, acquired all ownership in PT Mulia Aditama Setia (MAS) (through 75% direct ownership and 25% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, MAS has not yet started operation and therefore, recorded as an asset acquisition.

On January 28, 2013, PKP, a subsidiary, acquired all ownership in PT Mega Pratama Serasi (MPS) (through 75% direct ownership and 25% indirect ownership of GVP), with acquisition cost of Rp60,000,000. At the acquisition date, MPS has not yet started operation and therefore, recorded as an asset acquisition.

On February 15, 2013, PT Sentra Dwimandiri (SDM), PT Wisma Jatim Propertindo (WJP), PT Bathara Brahma Sakti, PT Kreasi Megatama Gemilang, PT Dwisindo Jaya, PT Saputra Karya, PT Grand Provita, PT Kemang Paragon Mall, GVP, PT Maharama Sakti and PKP, all subsidiaries, purchase non controlling shares of PT Gowa Makassar Tourism Development Tbk (GMTD), a subsidiary, amounted to 3.35% with acquisition cost of Rp2.584.000.000. As a result, the Company recorded Difference in Transactions with Non-Controlling Interest amounted to Rp5,645,114,201.

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On February 21, 2013, PT Abadi Jaya Sakti (AJS), a subsidiary, acquired all ownership in PT Zodia Karya Indah (ZKI) (through 75% direct ownership and 25% indirect ownership of PT Tigamitra Ekamulia), with acquisition cost of Rp100,000,000. At the acquisition date, ZKI has not yet started operation and therefore, recorded as an asset acquisition.

On March 6, 2013, PKP, a subsidiary, acquired all ownership in PT Pradamas Graha Indah (PGI) (through 75% direct ownership and 25% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, PGI has not yet started operation and therefore, recorded as an asset acquisition.

On March 19, 2013 the entire ownership in Lippo Karawaci Finance B. V., a subsidiary, has been transferred at a value EUR 5,000 (equivalent Rp181,440,000), in cash. Upon this transfer, the Company recorded Rp1,179,564,312 gain on disposal of investment and the subsidiary transferred cash and bank, other assets and liabilities amounting to Rp1,355,465,890, Rp185,370,484 and Rp559,225,317, respectively.

On March 23, 2013, PT Lippo Cikarang Tbk, a subsidiary, acquired all ownership in PT Cahaya Ina Permai (CIP) (through 75% direct ownership and 25% indirect ownership of PT Great Jakarta Inti Development (GJID)), with acquisition cost of Rp15,000,000. At the acquisition date, CIP has not yet started operation and therefore, recorded as an asset acquisition.

On March 23, 2013, PT Lippo Cikarang Tbk (LC), a subsidiary, acquired all ownership in PT Mahkota Sentosa Ekanusa (MSE) (through 75% direct ownership and 25% indirect ownership of PT Great Jakarta Inti Development), with acquisition cost of Rp20,000,000. At the acquisition date, MSE has not yet started operation and therefore, recorded as an asset acquisition.

On March 26, 2013, all ownership in Great Capital Pte Ltd (GC), a subsidiary, has been transferred at a value of SGD 93,100,000 (equivalent to Rp722,167,700,000) of which USD 43,100,000 (equivalent to Rp 334,326,700,000) in cash and USD 50,000,000 (equivalent to Rp387,850,000,000) in units of First REIT. GC is the owner of 100% shares at Key Capital Pte Ltd and PT Perisai Dunia Sejahtera, respectively. On the transfer, the entity recorded a gain on disposal of investment amounting to Rp 22,349,514,483 and it transferred property and equipment, cash and bank, other assets and liabilities amounted to Rp700,000,000,000, Rp1,807,874,373, Rp13,850,000 and Rp705,584,877,272, respectively.

On April 12, 2013, PKP, a subsidiary, acquired all ownership in PT Sultana Semesta Prima (SSP) (through 99.99% direct ownership and 0.01% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, SSP has not yet started operation and therefore, recorded as an asset acquisition.

On April 15, 2013, PT Nuansa Indah Lestari, a subsidiary, acquired all ownership in PT Mulia Sarana Sakti (MSS) (through 0.01% direct ownership and 99.99% indirect ownership of PT Metropolitan Permai Semesta), with acquisition cost of Rp512,000,000. At the acquisition date, MSS has not yet started operation and therefore, recorded as an asset acquisition.

On April 18, 2013, GMTD, a subsidiary, acquired all ownership Kenanga Elok Asri (KEA) (through 99.99% direct ownership and 0.01% indirect ownership of PT Fajar Usaha Semesta (FUS)), with acquisition cost of Rp100,000,000. At the acquisition date, KEA has not yet started operation and therefore, recorded as an asset acquisition.

On April 18, 2013, WJP, a subsidiary, acquired all ownership in PT Alona Griya Utama (AGU) (through 75% direct ownership and 25% indirect ownership of MS), with acquisition cost of Rp100,000,000. At the acquisition date, AGU has not yet started operation and therefore, recorded as an asset acquisition.

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On April 18, 2013, PKP, a subsidiary, acquired all ownership in PT Bumi Aurum Sejahtera (BAS) (through 99.99% direct ownership and 0.01% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, BAS has not yet started operation and therefore, recorded as an asset acquisition.

On April 18, 2013, WJP, a subsidiary, acquired all ownership in PT Cipta Semesta Prima (CSP) (through 75% direct ownership and 25% indirect ownership of MS), with acquisition cost of Rp100,000,000. At the acquisition date, CSP has not yet started operation and therefore, recorded as an asset acquisition.

On April 18, 2013, WJP, a subsidiary, acquired all ownership in PT Kreasi Ciptaprima Gemilang (KCG) (through 75% direct ownership and 25% indirect ownership of MS), with acquisition cost of Rp100,000,000. At the acquisition date, KCG has not yet started operation and therefore, recorded as an asset acquisition.

On April 18, 2013, PT Graha Jaya Pratama (GJP), a subsidiary, acquired all ownership in PT Griya Eksotika Utama (GEU) (through 99.99% indirect ownership of PT Gowa Makassar Tourism Development Tbk (GMTD) and 0.01% indirect ownership of PT Fajar Usaha Semesta), with acquisition cost of Rp100,000,000. At the acquisition date, GEU has not yet started operation and therefore, recorded as an asset acquisition.

On April 18, 2013, WJP, a subsidiary, acquired all ownership in PT Manikam Mutu Prima (MMP) (through 75% direct ownership and 25% indirect ownership of MS), with acquisition cost of Rp100,000,000. At the acquisition date, MMP has not yet started operation and therefore, recorded as an asset acquisition.

On April 18, 2013, WJP, a subsidiary, acquired all ownership in PT Suporta Developa Jaya (SDJ) (through 75% direct ownership and 25% indirect ownership of MS), with acquisition cost of Rp100,000,000. At the acquisition date, SDJ has not yet started operation and therefore, recorded as an asset acquisition.

On April 29, 2013, PKP, a subsidiary, acquired all ownership in PT Satyagraha Dinamika Unggul (SDU) (through 75% direct ownership and 25% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, SDU has not yet started operation and therefore, recorded as an asset acquisition.

On May 6, 2013, PKP, a subsidiary, acquired all ownership in PT Tribuana Jaya Raya (TJR) (through 99.99% direct ownership and 0.01% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, TJR has not yet started operation and therefore, recorded as an asset acquisition. On June 12, 2013, ownership of PKP was transferred to PT Graha Jaya Pratama (GJP) through 25% direct ownership and 75% indirect ownership of PT Kenanga Elok Asri.

On May 21, 2013, PKP, a subsidiary, acquired all ownership in PT Jayadipta Utama Makmur (JUM) (through 99.99% direct ownership and 0.01% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, JUM has not yet started operation and therefore, recorded as an asset acquisition.

On May 21, 2013, PKP, a subsidiary, acquired all ownership in PT Andalan Utama Maju (AUM) (through 99.99% direct ownership and 0.01% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, AUM has not yet started operation and therefore, recorded as an asset acquisition.

On May 24, 2013, PKP, a subsidiary, acquired all ownership in PT Mentari Adi Perkasa (MAP) (through 99.99% direct ownership and 0.01% indirect ownership of GVP), with acquisition cost of Rp1,000,000,000. At the acquisition date, MAP has not yet started operation and therefore, recorded as an asset acquisition.

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On June 5, 2013, PKP, a subsidiary, acquired all ownership in PT Wijayakusuma Sukses Maju (WSM) (through 99.99% direct ownership and 0.01% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, WSM has not yet started operation and therefore, recorded as an asset acquisition.

On June 10, 2013, PKP, a subsidiary, acquired all ownership in PT Bumi Sindang Jaya (BSJ) (through 75% direct ownership and 25% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, BSJ has not yet started operation and therefore, recorded as an asset acquisition.

On June 14, 2013, PKP, a subsidiary, acquired all ownership in PT Berdikari Jaya Abadi (BJA) (through 75% direct ownership and 25% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, BJA has not yet started operation and therefore, recorded as an asset acquisition.

On June 17, 2013, PKP, a subsidiary, acquired all ownership in PT Mentari Panen Raya (MPR) (through 75% direct ownership and 25% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, MPR has not yet started operation and therefore, recorded as an asset acquisition.

On June 19, 2013, LC, a subsidiary, acquired all ownership in PT Zeus Karya Prima (ZKP) (through 75% indirect ownership of CIP and 25% indirect ownership of MSE), with acquisition cost of Rp100,000,000. At the acquisition date, ZKP has not yet started operation and therefore, recorded as an asset acquisition.

On July 1, 2013, CIP, a subsidiary, acquired all ownership in PT Astana Artha Mas (AAM) (through 75% direct ownership and 25% direct ownership of MSE), with acquisition cost of Rp100,000,000. At the acquisition date, AAM has not yet started operation and therefore, recorded as an asset acquisition.

On July 19, 2013, GJP, a subsidiary, acquired all ownership in PT Krisanta Esa Maju (KEM) (through 75% indirect ownership of KEA and 25% indirect ownership of GEU), with acquisition cost of Rp100,000,000. At the acquisition date, KEM has not yet started operation and therefore, recorded as an asset acquisition.

On August 22, 2013, LC, a subsidiary, acquired all ownership in PT Pondera Prima Sarana (PPS) (through 75% direct ownership and 25% indirect ownership of GJID), with acquisition cost of Rp100,000,000. At the acquisition date, PPS has not yet started operation and therefore, recorded as an asset acquisition.

On August 22, 2013, LC, a subsidiary, acquired all ownership in PT Telaga Banyu Murni (TBM) (through 75% direct ownership and 25% indirect ownership of GJID), with acquisition cost of Rp100,000,000. At the acquisition date, TBM has not yet started operation and therefore, recorded as an asset acquisition.

On August 23, 2013, LC, a subsidiary, acquired all ownership in PT Karimata Alam Damai (KAD) (through 75% indirect ownership of TBM and 25% indirect ownership of PPS), with acquisition cost of Rp100,000,000. At the acquisition date, KAD has not yet started operation and therefore, recorded as an asset acquisition.

On September 2, 2013, PT Nilam Biru Bersinar, a subsidiary, dispose share ownership in SIH, a subsidiary, amounting to 5.900.000 shares with the transfer price of Rp53.100.000.000. Upon this transactions, the Company recorded Difference in Transactions with Non-Controlling Interest amounted to Rp51.469.368.683.

On October 9, 2013, PKP, a subsidiary, acquired all ownership in PT Multi Panen Utama (MPU) (through 25% indirect ownership of MCG and 75% indirect ownership of GHE), with acquisition cost of Rp100,000,000. At the acquisition date, MPU has not yet started operation and therefore, recorded as an asset acquisition. On October 24, 2013, ownership of MPU was transferred to PKP through 75% direct ownership and 25% indirect ownership of GVP.

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On October 11, 2013, PKP, a subsidiary, acquired all ownership in PT Dwi Prabu Sakti (DPS) (through 0.01% indirect ownership and 99.99% indirect ownership of PT Lumbang Mas Trijaya), with acquisition cost of Rp100,000,000. At the acquisition date, DPS has not yet started operation and therefore, recorded as an asset acquisition.

On October 23, 2013, PKP, a subsidiary, acquired all ownership in PT Pancuran Intan Makmur (PIM) (through 75% indirect ownership and 25% indirect ownership of GVP), with acquisition cost of Rp 100,000,000. At the acquisition date, PIM has not yet started operation and therefore, recorded as an asset acquisition.

On October 24, 2013, PKP, a subsidiary, acquired all ownership in PT Solusi Dunia Baru (SDB) (through 75% indirect ownership and 25% indirect ownership of GVP), with acquisition cost of Rp100,000,000. At the acquisition date, SDB has not yet started operation and therefore, recorded as an asset acquisition.

On December 6, 2013, TPP and MBS, subsidiaries, acquired 75% and 25% ownership in PT Gramari Prima Nusa (GPN), with acquisition cost of Rp750,000,000 and Rp250,000,000, respectively. At the acquisition date, GPN has not yet started operation and therefore, recorded as an asset acquisition.

On December 13, 2013, KUM, a subsidiary, acquired all ownership in PT Medica Sarana Tralliansia (MST) with acquisition cost of Rp189.600.000.000. This transaction is a business combination (see Note 44). MST has been started its commercial operation since 2008. MST is the owner of 99.99% shares of PT Trisaka Raksa Waluya (TRW). TRW has been started its commercial operation since 2008.

On December 19, 2013, LMT and DPS, both subsidiaries, acquired all ownership in PT Karyatama Buana Cemerlang (KBC) with acquisition cost of Rp150.878.244.393. At the acquisition date, KBC has not yet started operation and therefore, recorded as an asset acquisition. KBC is the owner of 70.00% shares of PT Mapalus Mancacakti (MM). At the acquisition date, MM has not yet started operation.

On May 19, 2014, PKP, a subsidiary, acquired all ownership in PT Andromeda Sakti (AS) (through 99.83% direct ownership and 0.17% indirect ownership of GVP), with acquisition cost of Rp600,000,000. At the acquisition date, AS has not yet started operation and therefore, recorded as an asset acquisition.

1.d. Board of Commissioners, Directors, Audit Committee and Employees

Based on the partial decision of Extraordinary General Meeting of Stockholders No. 10 dated April 23, 2014 which was made in the presence of Sriwi Bawana Nawaksari, S.H. M.Kn., a notary in Tangerang and the partial decision of Extraordinary General Meeting of Stockholders No. 48 dated April 24, 2013 which was made in the presence of Sriwi Bawana Nawaksari, S.H. M.Kn., a notary in Tangerang, the composition of the Board of Commissioners and Directors as of June 30, 2014 and December 31, 2013 are as follows:

	<u>June 30, 2014</u>	<u>December 31, 2013</u>
Board of Commissioners:		
President Commissioner	: Theo L. Sambuaga	Theo L. Sambuaga
Vice President Commissioner	: Surjadi Soedirdja*	Surjadi Soedirdja*
Independent Commissioner	: Tanri Abeng	Tanri Abeng
Independent Commissioner	: Agum Gumelar	Agum Gumelar
Independent Commissioner	: Farid Harianto	Farid Harianto
Independent Commissioner	: Muladi	Jonathan Limbong Parapak
Independent Commissioner	: Sutiyoso	Muladi
Commissioner	: Gouw Viven (Viven G Sitiabudi)	Gouw Viven (Viven G Sitiabudi)
Commissioner	: Benny Haryanto Djie	--

* also as Independent Commissioner

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The composition of the Directors as of June 30, 2014 and December 31, 2013 are as follows:

	<u>June 30, 2014</u>	<u>December 31, 2013</u>
Directors:		
President Director	: Ketut Budi Wijaya	Ketut Budi Wijaya
Director	: Tjokro Libianto	Tjokro Libianto
Director	: Djoko Harjono	Djoko Harjono
Director	: Rahmawaty	Roberto Fernandez Feliciano
Director	: Stephen Choo Kooi Yoon	Rahmawaty
Director	: Ninik Prajitno	--
Independent Director	: Jenny Kuistono	Jenny Kuistono

The Audit Committee composition as of June 30, 2014 and December 31, 2013 are as follows:

	<u>June 30, 2014</u>	<u>December 31, 2013</u>
Audit Committee :		
Chairman	: Muladi	Farid Harianto
Members	: Herbudianto Indra Simarta	Herbudianto Indra Simarta

The Company's corporate secretary as of June 30, 2014 and December 31, 2013 is Jenny Kuistono.

As of June 30, 2014 and December 31, 2013, the Group have 9,615 and 6,168 permanent employees, respectively (unaudited).

2. Summary of Significant Accounting Policies

2.a. Compliance with Financial Accounting Standards (SAK), Measurement and Preparation of Consolidated Financial Statements

The Group's consolidated financial statements have been prepared and presented in accordance with the Indonesian Financial Accounting Standards which include the Statements and the Interpretations issued by Financial Accounting Standards Board of the Indonesian Institute of Accountants (DSAK-IAI) and Regulation of Capital Market Supervisory Agency and Financial Institution No. VIII.G.7 regarding the "Guidance of Financial Statements Presentation" as set forth in Decree No. KEP-347/BL/2012 regarding the amendment to Regulation No. VIII.G.7 and other accounting policies prevailing in the Capital Market.

The consolidated financial statements have been prepared on the going concern assumption and on the accrual basis, except for the consolidated statements of cash flows which used the cash basis. The basis of measurement in the preparation of these consolidated financial statements is the historical cost principle, except for certain accounts that were measured using other basis, as described in the respective accounting policy.

The consolidated statements of cash flows are presented by classifying the activities into operating, investing and financing. The cash flows from operating activities were prepared using the direct method.

Functional currency of the Group is Rupiah, except for some subsidiaries as disclosed in Note 1.c. Transactions are recorded using the functional currency. The reporting currency used in the preparation of these consolidated financial statements is Rupiah.

New accounting standard or improvement on accounting standard which is relevant to the Group and mandatory for the financial period beginning January 1, 2013 are as follows:

- Adjustment of PSAK No. 60 : Financial Instruments and Disclosures
- PSAK No. 38 (Revised 2012) : Business Combination for Entities Under Common Control

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- ISAK No. 21 : Construction of Real Estate Agreement
- PPSAK No. 7 : Revocation of PSAK No. 44: Accounting for Real Estate Activities paragraph 1 – 46, 49 – 55 and 62 – 64.

The application of ISAK No. 21 and PPSAK No. 7 as mentioned above was suspended until an unspecified time, in accordance with the announcement from DSAK-IAI No.0643/DSAK/IA/IX/2012 dated September 21, 2012. The Group's management has evaluated the adjustment of PSAK No. 60 and has no material impact to the consolidated financial statements. Application of PSAK No. 38, "Business Combination for Entities Under Common Control" resulted changes in accounting policies as described in Note 2.r.

Meanwhile, revocation of PSAK No. 51, "Quasi Reorganizations" with an effective date of January 1, 2013 did not result in changes to the Group's accounting policies and had no effect on the amounts reported for the current period or prior financial year.

2.b. Principles of Consolidation

The consolidated financial statements include the accounts of the Group either directly or indirectly controlled as presented in Note 1.c.

Control also exists when the parent entity owns half or less of the voting power of an entity when there is:

- a. power over more than half of the voting rights by virtue of an agreement with other investors;
- b. power to govern the financial and operating policies of the entity under a statute or an agreement;
- c. power to appoint or remove the majority of the members of the board of directors or equivalent governing body and control of the entity is by that board or body; or
- d. power to cast the majority of votes in the meetings of the board of directors or equivalent governing body and control of the entity is by that board or body.

The existence and effect of potential voting rights that can be implemented or converted on the date of the reporting period should be considered when assessing whether an entity has the power to govern financial and operating policies of another entity.

The entities are consolidated from the date on which effective control was transferred to the Company and are no longer consolidated when the Company ceases to have effective control. Control exists when the entity has the power to govern the financial and operating policies of the entity and get benefits from the activities of the said entity.

The consolidated financial statements have been prepared on the basis of entity concept. All significant related intercompany accounts, transactions and profits among the consolidated companies have been eliminated to reflect the financial position and result of operations as a whole entity.

The changes in the Group's ownership interest that do not result to a loss of control are accounted for as equity transactions and attributed to the owners of the parent. All major transactions and inter-company account balances (including significant unrealized gain or loss) has been eliminated.

Non-controlling interest reflects equity in net earnings or losses and net assets of Subsidiaries which are not directly or indirectly attributable to parent company, and is presented under consolidated statement of comprehensive income and equity in the consolidated statement of financial position, separated from portion which are attributable to parent company.

2.c. Foreign Currency Transactions and Translation of Consolidated Financial Statements

Foreign currency is a currency other than the functional currency. Transactions involving foreign currencies are recorded at the exchange rates prevailing at the time the transactions are made.

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At the reporting date, monetary assets and liabilities denominated in foreign currencies were adjusted to reflect the exchange rates prevailing at the time, with the following conversion rates:

	June 30, 2014	December 31, 2013
	Rp	Rp
1 USD	11,969	12,189
1 SGD	9,583	9,628
1 EUR	16,333	16,821
100 JPY	11,815	11,617
1 AUD	11,265	10,876

Gains and losses from foreign exchange differences arising from foreign currency transactions into Rupiah, charged to profit and loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency shall be translated using the exchange rate at the date of transaction. Non-monetary items that are measured at fair value in a foreign currency shall be translated using the exchange rate when the fair value was determined.

The financial statements of subsidiaries which presented in currency other than Rupiah were translated into Rupiah using closing rate at reporting date for assets and liabilities accounts and the average rate during the year for income and expense accounts. All differences resulting from the translations were recognized as part of other comprehensive income.

2.d. Cash and Cash Equivalents

Cash consists of cash on hand and cash in bank that can be withdrawn at any time, no pledged as collateral and no restrictions on use.

Cash equivalent consist of time deposits with maturities of not more than or equal to three (3) months from the date of placement, are not restricted and not used as collateral to any liabilities.

2.e. Investment in Associates

An associate is an entity in which the investor (i.e., the Company or subsidiary, which acts as an investor) has a significant influence to participate in decision making on financial and operational policies of the investee, but does not control or jointly control those policies. Significant influence is presumed to exist if the investor owns 20% or more of the voting rights of the investee, either directly or indirectly.

Investment in associates are initially recognized at cost. The carrying amount is increased or decreased by the share in the profit or loss of the investee after the date of acquisition in proportion with the percentage of ownership and reduced by dividends received (equity method).

The carrying amount is also adjusted if there is a change in the investor's proportionate interest in the investee arising from the investee's other comprehensive income. Those changes are recognized in other comprehensive income of the investor.

2.f. Transaction with Related Parties

In a normal business transaction, the Group has transactions with related parties. Related party is the person or entity that is related to the Group (referred to as the "reporting entity"), which includes:

- (a) A person or a close member of that person's family is related to a reporting entity if that person:
 - (i) has control or joint control over the reporting entity;
 - (ii) has significant influence over the reporting entity; or
 - (iii) is a member of the key management personnel of the reporting entity or of a parent of the reporting entity.

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- (b) An entity is related to the reporting entity if any of following conditions applies:
- (i) The entity and the reporting entity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others);
 - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member);
 - (iii) Both entities are joint ventures of the same third party;
 - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity;
 - (v) The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity. If the reporting entity in itself such a plan, the sponsoring employers are also related to the reporting entity;
 - (vi) The entity is controlled or jointly controlled by a person identified in (a); or
 - (vii) A person identified in (a) (i) has significant influence over the entity or is a member of the key management personnel of the entity (or a parent of the entity).

2.g. Inventories and Land for Development

Real estate inventories, which mainly consist of acquisition cost of land under development, shopping center, residential houses, shophouses, office buildings, apartments and buildings (houses) under construction, are carried at the lower of cost and net realizable value (NRV). Cost is determined by using the average method. Cost of land under development includes cost of land improvement and development, capitalized interest and other financing charges obtained to finance the acquisition and development of land until completed. The cost of residential houses and shophouses consist of actual construction cost.

Inventories of healthcare business (e.g., medicines, medical supplies and others) are carried at the lower of cost and NRV. Cost is determined by using the average method. Allowance for decline in inventory value is provided based on a review of inventory status at the end of period.

Inventories of hospitality business (e.g., food, beverages and others) are carried at the lower of cost and net realizable value. Cost is determined by using the first-in-first-out method (FIFO). Allowance for decline in inventory value is provided based on a review of inventory status at the end of period.

Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and selling costs. Allowance for inventories using determined based on a review of the condition of the inventories at the end of the period.

Land for development which are owned by the Group is classified as "Land for Development". Upon the commencement of development and construction of infrastructure, the carrying cost of land under development will be transferred to the respective real estate inventories or property and equipment accounts, whichever is appropriate.

2.h. Prepaid Expenses

Prepaid expenses are amortized over the period benefitted using straight line method.

2.i. Investment Property

Investment property is owned or held under a finance lease to earn rentals or for capital appreciation or both, rather than for use in the production or supply of goods or services or for administrative purposes or sale in the ordinary course of business.

Investment property is carried at cost less its accumulated depreciation and any accumulated impairment losses. Land is not depreciated and is presented at acquisition cost. Building is depreciated using straight line method based on its estimated useful life of 20 years. The cost of repairs and maintenance is charged

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to the consolidated statements of comprehensive income as incurred while significant renovations and additions are capitalized.

Investment property is derecognized in, or disposed from the statement of financial position when it is permanently derecognized or retired and does not have any future economic benefit in which can be expected at its disposal. Gains or losses on derecognition or disposal of investment property is recognized in operation in the period derecognition or disposal.

Transfer to investment properties when, and only when, there is a change in use, evidenced by the end of the use by the owner, commencement of an operating lease to another party or completion of construction or development. Transfer from investment properties when, and only when, there is a change in use, evidenced by commencement of owner occupation or commencement of development for sale.

For a transfer from investment property to property that is used alone, the Group uses the cost method at the date of change in use. If the property is used by the Company to investment property, the Group recorded such investment properties in accordance with the policy of property and equipment up to the date of change in use.

2.j. Property and Equipment

Property and equipment in initial recognition is measured at cost.

Property and equipment after initial recognition is accounted using cost mode. Property and equipment is carried at cost less accumulated depreciation and accumulated impairment losses, if any.

Land is not depreciated and carried at cost less with accumulated impairment in losses, if any.

Depreciation is computed by using the straight line method based on the estimated useful lives of the assets as follows:

	<u>Year</u>
Building, Infrastructure, and Renovations	4 - 40
Parks and Interiors	5
Golf Course and Club House	20
Transportation Equipment and Vehicles	4 - 8
Furniture, Fixtures and Office Equipment	3 - 10
Tools and Medical Equipment	3 - 10
Machinery and Project Equipment	3 - 10
Bowling Machinery	10
Playground Areas	5

The cost of repairs and maintenance is charged to operation as incurred while significant renovations and additions are capitalized. When assets are retired or otherwise disposed of, the cost and the related accumulated depreciation are removed from the accounts and any resulting gains or losses are reflected in the consolidated statement of comprehensive income for the period.

Construction in progress represents expenditures incurred directly to infrastructure development and property and equipment preparation. Expenditures include borrowing cost on loan used for developing assets during the construction period. Construction in progress is transferred to the appropriate property and equipment account when the construction is completed and ready for its intended use.

The carrying amount of property and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the

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asset) is credited or charged to operations in the asset is derecognized.

At the end of each financial year, residual values, useful lives and methods of depreciation are reviewed, and if appropriate, adjusted prospectively.

2.k. Leases

The determination of whether an arrangement is, or contains, a lease is based on the substance of the arrangement at the inception date and whether the fulfillment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset.

Leases that transfer to the lessee substantially all of the risks and rewards incidental to ownership of the leased item are classified as finance leases. Leases which do not transfer substantially all of the risks and rewards incidental to ownership of the leased item are classified as operating leases.

The Group as lessees:

At the commencement of the lease term under finance lease, the Group recognized assets and liabilities in their statement of financial position at amounts equal to the fair value of the leased property or, if lower, the present value of the minimum lease payments. Each determined at the inception of the lease. The discount rate used in calculating the present value of the minimum lease payments is the rate implicit in the lease, if this is practical to determine, if not, the lessee's incremental borrowing rate is used. Initial direct cost of the lessee are added to the amount recognized as an asset. The depreciation policy of leased asset is consistent with depreciable assets that are owned.

Under an operating lease, the Group recognizes lease payments as an expense on a straight-line basis over the lease term.

The Group as lessors:

The Group is required to recognize assets held under a finance lease in their statement of financial position and present them as a receivable at an amount equal to the net investment in the lease. Lease payments received are treated as repayments of principal and finance lease income. The recognition of finance lease income is based on a pattern that reflecting a constant periodic rate of return on the net investments of the Group as lessor in the finance lease.

The Group is required to present assets subject to operating leases in their statement of financial position according to the nature of the asset. Initial direct costs incurred in negotiating an operating lease are added to the carrying amount of the leased asset and recognized as an expense over the lease term on the same basis as operating rental income. Contingent rents, if any, are recognized as revenue in the periods in which they are earned. Lease income from operating leases is recognized as income on a straight-line basis over the lease term.

Sale and Leaseback:

A sale and leaseback transaction involves the sale of an asset and leasing back the same asset. If a sale and leaseback transaction is a finance lease, any excess of sales proceeds over the carrying value is not immediately recognized as income in the financial statements of a seller (lessee) but is deferred and amortized over the lease period.

If a sale and leaseback transaction is an operating lease, and it is clear that the transaction is established at fair value, any profit or loss is recognized immediately. If the sales price is below fair value, any profit or loss is recognized immediately except if the loss is compensated by future lease payments below market price where it is deferred and amortized in proportion to the lease payments over the period for which the asset is expected to be used. If the sales price is above fair value, the excess over fair value is deferred and amortized over the period for which the asset is expected to be used.

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2.l. Borrowing Cost

Borrowing costs incurred on loan and debt obtained to finance the acquisition and development of land and building construction are capitalized to the respective real estate inventories. This cost include interest expense calculated using the effective interest method and foreign exchange differences that they are regarded as an adjustment to interest cost. Capitalization ceases upon completion of all activities related to the acquisition and development of land, or upon completion of the construction and when the assets are ready for their intended use.

2.m. Impairment of Non-Financial Assets

Recoverable amount of non financial assets shall be estimated whenever events and changes of circumstances indicate that the carrying value may not be recoverable. Impairment of non-financial asset is recognized as loss for the period.

Impairment loss been recognized in prior periods is reversed, if and if only, there is a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If so, the carrying amount of the asset is increased to its recoverable amount. This increase is a reversal of an impairment loss. Total assets increased due to the reversal of an impairment loss, should not exceed the carrying amount if the asset does not experience an impairment loss in the previous period.

2.n. Business Combination

The Company accounts for each business combination by applying the acquisition method (includes measurement of non-controlling interest).

The consideration transferred for an acquisition is measured at the aggregate of the fair values of assets given-up, liabilities assumed and equity instruments issued by the Company. Acquisition-related costs are recognized in the profit or loss as incurred.

The Group recognizes the identifiable assets acquired and liabilities taken over at their fair value on acquisition date, except for the following:

- Deferred tax assets or liabilities that are related to assets acquired and liabilities taken over in business combination are recognized and measured in accordance with PSAK No. 46 (Revised 2010), "Income Taxes".
- Liabilities (or assets, if any) related to employee benefit arrangement from the acquiree are recognized and measured in accordance with PSAK No. 24 (Revised 2010), "Employee Benefits".
- Liabilities or equity instruments related to the replacement of an acquiree's share-based payment awards are measured in accordance with PSAK No. 53 (Revised 2010), "Share-based Payment".
- Non-current assets (or disposal groups) acquired which classified as held for sale are measured in accordance with PSAK No. 58 (Revised 2009), "Non-current Assets Held for Sale and Discontinued Operations".

2.o. Intangible Assets

Goodwill

Goodwill arising in a business combination is recognized as an asset on the date that the control is acquired.

Goodwill is measured as the excess of the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree, and the fair value of the acquirer's previously held equity interest in the acquiree over the net of the acquisition date amounts of the identifiable assets acquired and the liabilities taken over.

Goodwill is not amortized but is reviewed for impairment at least annually or more frequently when there is an indication that the goodwill may be impaired. For the purpose of impairment testing, goodwill is

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allocated to each of the cash-generating units expected to benefit from the synergies of the combination. If the recoverable amount of the cash-generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit prorated on the basis of the carrying amount of each asset in the unit. An impairment loss recognized for goodwill is not reversed in the subsequent period.

The negative goodwill that resulted from bargain purchases is recognized as gain in profit or loss. The gain is attributed to the acquirer.

If goodwill has been allocated to a cash-generating unit and certain operations on the cash-generating unit is stopped, the goodwill associated with discontinued operations are included in the carrying amount of the operation when determining the gain or loss on disposal. Goodwill removed is measured based on the relative value of discontinued operations and share of the cash-generating unit retained.

Cost of Software

Software costs are initially recognized at cost or amounts attributable to these assets in the first one recognized.

Acquisition cost of accounting software is deferred and amortized using the straight line method based on the estimated of economic useful life of five (5) years.

2.p. Bond Issuance Cost

Bond issued is classified into the category of financial liabilities measured at amortized cost (see Note 2.x). Therefore, bond issuance cost is deducted directly from the proceeds of the bonds. The difference between the net proceeds and the nominal value represents premium or discount which is amortized over the term of the bonds using the effective interest rate method.

2.q. Employee Benefit

The Group recognizes provisions for post-employment benefits in accordance with Labor Law No. 13/2003 and PSAK No. 24 (Revised 2010) "Employee Benefits". No funding is provided for this plan.

Short-term employee benefits

Short-term employee benefits are recognized at an undiscounted amount when employees have rendered their services to the Group during the accounting period.

Post-employment Benefits

Post-employment benefits are recognized at discounted amount when the employees have rendered their service to the Company during the accounting period. Liabilities and expenses are measured using actuarial techniques which include constructive obligation that arises from the Group's common practices.

In calculating liabilities, the benefit must be discounted using the projected unit credit method. Past service cost recognized in profit or loss when the benefit become vested and recognized as expense with straight-line method for the average period of vested benefit. Accumulated unrecognized actuarial gain and loss that are more than 10% of the present value of defined benefit obligations are amortized using the straight line method over the remaining projected average service period of employees in the programme.

2.r. Difference in Value from Restructuring Transactions between Entities Under Common Control

The restructuring transactions between entities under common control, such as transfers of assets, liabilities, shares or other ownership instruments by re-organizing entities within the same group, do not represent changes of ownership in terms of economic substance, and thus, should not result in a gain or loss for the group of companies as a whole or for the individual entity in the groups.

Since restructuring transactions with entities under common control do not result in changes in term of economic substance of ownership in transferred assets, liabilities or other ownership instruments, the

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transferred assets or liabilities (in legal form) should be recorded at book value in a manner similar to business combination transactions using the pooling of interest method.

The difference between transfer price and book value does not represent goodwill. Such difference is recorded in the account "Difference in Value from Restructuring Transactions between Entities under Common Control" and is presented as a component of equity.

Since the adoption of PSAK No. 38, (Revised 2012) "Business Combination for Entities Under Common Control", started from January 1, 2013, this account can not be recognized as a realized gain or loss nor reclassified to retained earnings.

2.s. Derivative Financial Instruments

The Company only enters into derivative financial instrument contracts in order to hedge underlying exposures. Derivative financial instruments are recognised at their fair values. The method of recognising the resulting gains or losses is dependent on whether the derivative is designated as a hedging instrument for accounting purposes and the nature of the item being hedged. The Company designates derivatives as hedges of the foreign exchange rate risk associated with a recognised liability (cash flow hedge).

Changes in the fair value of derivatives that are designated and qualify as cash flow hedges for accounting purposes and that are effective, are recognised in other comprehensive income. When a hedging instrument expires, or when a hedge no longer meets the criteria for hedge accounting, the cumulative gain or loss in equity is recognised in profit or loss.

Changes in the fair value of derivatives that do not meet the criteria of hedging for accounting purposes are recorded in profit or loss.

The fair value measurements of foreign currency forward contracts have been determined by the independent valuer for contracts owned by the Company at the financial position date and calculated based on observable market foreign exchange rates.

Changes in the fair value of foreign currency forward contract designated as hedging instruments that effectively offset the variability of cash flows associated with the borrowings are recorded in other comprehensive income. The amounts are subsequently recognised in profit or loss as adjustments of the exchange rate differences of related underlying borrowing which is hedged on the same period in which the exchange rate differences affect earnings.

2.t. Revenue and Expense Recognition

The Group recognize revenues from the sale of real estate using the full accrual method. Revenues of real estate sales is fully recognized if the following conditions for each type of sale are met:

For the sale of parcel of vacant land, the criteria that should be met are as follows:

- a. The payments received from the buyer have reached 20% of the agreed selling price and the amount is non-refundable;
- b. The collectibility of the selling price can be reasonably assured;
- c. The receivables from the sale is not subject to future subordination against other loans which will be obtained by the buyer;
- d. The process of land development has been completed thus the seller is not obliged to develop the sold lots such as the obligation to construct lot of land and or obligation to develop main infrastructure promised by the seller, in accordance with the sales and purchase agreement or any regulation requirements; and
- e. The sale consists only of the vacant land, without any obligation on the part of the seller to construct a building on the land sold.

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For the sale of residential houses, shophouses and other similar types of buildings, including parcel of land, the criteria that should be met are as follows:

- a. The sale is consummated;
- b. The collectibility of the selling price can reasonably assured;
- c. The receivables from the sale is not subject to future subordination against other loans which will be obtained by the buyer; and
- d. The seller has transferred to the buyer the usual risks and rewards of ownership through a transaction which represents a sale in substance and the seller does not have substantial continuing involvement with such property.

If a real estate sale fails to meet all the criteria of full accrual method, revenue recognition is deferred and the transaction is recognized using the deposit method until all of the conditions of full accrual method are fulfilled.

The revenue from shopping centers and apartments are recognized based on the percentage of completion method, if all of the following criteria are met:

- a. The construction process has already beyond preliminary stage, that is, the building foundation has been completed and all of the requirements to start the construction have been fulfilled;
- b. Total payments received from the buyer is at least 20% of the contract sales price and that such amount is not refundable; and
- c. The amount of revenue and cost of the unit property can reasonably be estimated.

The method used to determine the level of development activity completion is based on a percentage of actual activities accomplished to total development activities that need to be accomplished.

Cost of land lots sold is determined based on the estimated acquisition cost of the land plus other estimated expenditures for its improvements and developments. The cost of residential houses and shophouses sold is determined based on actual cost incurred and estimated cost to complete the work. The estimated cost to complete is included in the "Accrued Expenses" account which is presented in the consolidated statements of financial position. The difference between the estimated cost and the actual cost of construction or development is charged to "Cost of Sales" in the current period.

Revenues from medical services are recognized when medical services are rendered or when medical supplies are delivered to patients.

Rental revenue and other services is recognized based on their respective rental periods and when the services are rendered to the customers. Rental and membership paid in advances are presented as deferred income and recognized as revenue over the period benefit.

Expenses are recognized when incurred.

2.u. Income Tax

Final Income Tax

Final income tax expense is recognized proportionately with the accounting income recognized during the period. The difference between the final income tax paid and the final tax expense in the profit or loss for the period is recognized as prepaid tax or tax payable. If the income is already subjected to final income tax, the differences between the consolidated financial statements carrying value of existing assets and liabilities and their tax bases are not recognized as deferred tax assets or liabilities.

Non-Final Income Tax

Current income tax is calculated from taxable income, the earnings that have been adjusted to the appropriate tax rules.

Amendments to taxation liabilities are recorded when an assessment is received or, if appealed against, when the results of the appeal is determined.

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Current tax assets and current tax liabilities are offset if, and only if, the entity:

- 1) has a legally enforceable right to set off the recognised amount; and
- 2) intends to settle in net basis, or realises and settles the asset and liability simultaneously.

All temporary differences between the tax bases of assets and liabilities and their carrying value for financial reporting purposes are recognized as deferred tax using balance sheet liability method. Currently or substantially enacted tax rates are used to determine deferred income tax.

Deferred tax assets and deferred tax liabilities are offset if, and only if, the entity:

- 1) has a legally enforceable right to set off current tax asset against current tax liability; and
- 2) the deferred tax asset and the deferred tax liability relate to income taxes levied by the same tax authority on the same taxable entity.

2.v. Earnings per Share

Basic earnings per share (EPS) is calculated by dividing profit attributable to ordinary shares holder of the parent entity by the weighted average number of common stocks in the one (1) reporting period.

Diluted EPS accounted for other securities potentially have dilutive effect to ordinary shares which are outstanding during the reporting period.

2.w. Segment Information

Operating segment is a component of an entity that engages in business activities whose operating results are regularly reviewed by the management and for which discrete financial information is available.

The Company organized its business into six (6) operating segments:

- (i) Urban development, which comprises, among others, activities in real estate, urban development, land acquisition and clearing, land development and excavation and infrastructure development.
- (ii) Large scale integrated development, which comprises, among others, activities in real estate in large scale integrated development project and its infrastructure development.
- (iii) Retail malls, which comprises among others, activities in real estate in development and management of shopping center.
- (iv) Healthcare, which comprises activities in health services.
- (v) Hospitality and infrastructure, which comprise, among others, activities in hotels, restaurants, town management and water and sewage treatment, recreation center, transportation and maintenance services.
- (vi) Property and portfolio management, which comprises, among others, activities in management services.

The above operating segments are strategic business units that offer different products and services. Products and services are managed separately because each business requires market strategies and different resources. The accounting policies for operating segments are the same as described in this summary of significant accounting policies.

2.x. Financial Instruments

Financial Assets

Financial assets are classified into four (4) categories, as follows (i) financial assets measured at fair value through profit or loss (FVTPL), (ii) loans and receivables, (iii) held-to-maturity financial assets (HTM financial assets) and (iv) available-for-sale financial assets (AFS financial assets). The classification depends on the purpose for which the financial assets were acquired. The management determines the classification of its financial assets at initial recognition.

(i) Financial assets measured at FVTPL

Financial assets measured at FVTPL are financial assets which are held for trading. Financial asset is classified as held for trading if it is acquired principally for the purpose of selling or repurchasing it

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in the near term and for which there is evidence of recent actual pattern of short-term profit taking. Derivatives are also categorized as held for trading unless they are designated and effective as hedging instruments.

At the time of initial recognition, financial assets at fair value through profit or loss are recognized at fair value plus transaction costs and subsequently measured at fair value.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Loans and receivables are initially recognized at fair value plus transaction costs and are subsequently measured at amortized cost using the effective interest rate method.

(iii) HTM financial assets

HTM financial assets are non-derivative financial assets with fixed or determinable payments and fixed maturities that management has the positive intention and ability to hold to maturity, other than:

- a) Those that are designated as financial assets measured at FVTPL upon initial recognition;
- b) Those that are designated as AFS financial assets; and
- c) Those that meet the definition of loans and receivables.

These are initially recognized at fair value including transaction costs and are subsequently measured at amortized cost, using the effective interest rate method.

(iv) AFS financial assets

AFS financial assets are non-derivative financial assets that are intended to be held for an indefinite period of time, which might be sold in response to needs for liquidity or changes in interest rates, exchange rates or that are not classified as loans and receivables, HTM financial assets or financial assets measured at FVTPL.

AFS financial assets are initially recognized at fair value, plus transaction cost, and are measured subsequently at fair value with gains and losses being recognized in the consolidated statements of changes in equity, except for impairment losses and foreign exchange gains and losses, until the financial assets is derecognized. If AFS financial assets are determined to be impaired, the cumulative gain or loss previously recognized as other comprehensive income will be recognized as gain in the current year. Interest income is calculated using the effective interest method and foreign exchange gains or losses on monetary assets classified as AFS financial assets is recognized as gain or loss in the current period.

Impairment of Financial Assets

Financial assets, other than measured at FVTPL, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been impacted.

For listed and unlisted equity investments classified as AFS financial assets, a significant or prolonged decline in the fair value of the security below its cost is considered to be an objective evidence of impairment.

For all other financial assets, objective evidence of impairment could include:

- significant financial difficulty of the issuer or counterparty; or
- default or delinquency in interest or principal payments; or
- it becoming probable that the borrower will enter bankruptcy or financial reorganization.

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For certain categories of financial asset, such as receivables, the impairment value of assets are assessed individually. Objective evidence of impairment for a portfolio of receivables could include the Company's past experience of collecting payments, an increase in the number of delayed payments in the portfolio past the average credit period, as well as observable changes in national or local economic conditions that correlate with default on receivables.

For financial assets carried at amortized cost, the amount of the impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of receivables, where the carrying amount is reduced through the use of an allowance account. When a receivable is considered uncollectible, it is written-off against the allowance account. Subsequent recoveries of amounts previously written-off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognized as gain or loss in the current period.

When an AFS financial asset is considered to be impaired, cumulative gains or losses previously recognized in equity are reclassified to the consolidated statements of comprehensive income.

With the exception of AFS equity instruments, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed as profit to the extent that the carrying amount of the investment on the date the impairment is reversed does not exceed what the amortized cost would have been had the impairment not been recognized.

In respect of AFS equity securities, impairment losses previously recognized as loss are not reversed through profit for the period. Any increase in fair value subsequent to an impairment loss is recognized directly to other comprehensive income.

Derecognition of Financial Assets

The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

Financial Liabilities

Financial liabilities are classified into the category of (i) financial liabilities measured at FVTPL and (ii) financial liabilities measured at amortized cost.

(i) Financial liabilities measured at FVTPL

Financial liabilities measured at FVTPL are financial liabilities which are held for trading. A financial liability is classified as held for trading if it is acquired principally for the purpose of selling or repurchasing it in the near term and for which there is evidence of a recent actual pattern of short term profit taking. Derivatives are also categorized as held for trading unless they are designated and effective as hedging instruments.

(ii) Financial liabilities measured at amortized cost

Financial liabilities that are not classified as financial liabilities at FVTPL are categorized and measured at amortized cost using effective interest rate method.

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Derecognition of Financial Liabilities

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or expired.

Equity Instruments

Equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. The equity instruments issued by the Company are recognized at net proceeds after deducting the cost of its issuance and presented as part of equity as "Additional Paid-in Capital - Net" account.

Reacquisition of the Company's own equity instruments are recognized as treasury stock at cost and deducted from capital stock.

Offsetting of Financial Instruments

Financial assets and liabilities are offset and the net amount is reported in the consolidated statements of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

Effective Interest Rate Method

The effective interest method is a method used for calculating the amortized cost of a financial instrument and of allocating the interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of financial assets at initial recognition.

Income is recognized on an effective interest basis for financial instruments other than financial instruments at fair value through profit or loss.

Fair Value

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

PSAK No. 60, "Financial Instruments: Disclosures" requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- (a) quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- (b) inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) (Level 2); and
- (c) inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

The fair value of financial instruments traded in active markets is based on quoted market prices at the reporting date. The quoted market price used for financial assets held by the Group is the current bid price, while financial liabilities use ask price. These instruments are included in Level 1.

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. These valuation techniques maximize the use of observable market data where it is available and rely as minimum as possible on estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3. This is the case for unlisted equity securities.

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2.y. Important Estimated Source of Uncertainty and Accounting Considerations

The preparation of financial statements in accordance with the Indonesian Financial Accounting Standards requires the management to make assumptions and estimates that could affect the carrying amounts of certain assets and liabilities at end of reporting period.

In the preparation of these consolidated financial statements, accounting assumptions have been made in the process of applying accounting policies that may affect the carrying amounts of assets and liabilities in financial statements. In addition, there are accounting assumptions about the sources of estimation uncertainty at end of reporting period that could materially affect the carrying amounts of assets and liabilities in the subsequent reporting period.

The management periodically reviews them to ensure that the assumptions and estimates have been made based on all relevant information available on the date in which the consolidated financial statements have been prepared. Because there is inherent uncertainty in making estimates, the value of assets and liabilities to be reported in the future might differ from those estimates.

i. Source of Uncertainty of Critical Accounting Estimates and Assumptions

At the reporting date, the management has made significant assumptions and estimates which have the most significant impact to the carrying amount recognized in the consolidated financial statements, as follows:

Allowance for Impairment of Receivable

In general, the management analyzes the adequacy of the allowance for impairment of receivable based on several data, which include analyzing historical bad debts, the concentration of each customer's accounts receivable, credit worthiness and changes in a given period of repayment. The analysis is carried out individually on a significant amount of accounts receivable, while the insignificant group of accounts receivable is carried on the collective basis. At the reporting date, the carrying amount of accounts receivable has been reflected at fair value and the carrying value may change materially in the subsequent reporting period, but the change, however, will not be attributable to the assumptions and estimates made as of this reporting date (see Note 4).

Deferred Tax Assets Estimation

Management considerations are needed to determine the amount of deferred tax recognized in the profit or loss and the amount recorded as deferred tax assets. Recognition is performed only if it is probable that the asset will be recovered in the form of economic benefits to be received in future periods, in which the temporary differences and tax losses can still be used. Management also considers the future estimated taxable income and strategic tax planning in order to evaluate its deferred tax assets in accordance with applicable tax laws and its updates. As a result, related to its inherent nature, it is likely that the calculation of deferred taxes is related to a complex pattern where assessment requires a judgment and is not expected to provide an accurate calculation (see Note 17.b).

Useful Lives of Property and Equipment Estimation

Management makes a periodic review of the useful lives of property and equipment based on several factors such as physical and technical conditions and development of medical equipment technology in the future. The results of future operations will be materially influenced by the change in estimate as caused by changes in the factors mentioned above. Changes in estimated useful life of property and equipment, if any, are prospectively treated in accordance with PSAK No. 25 (Revised 2010), "Accounting Policies, Changes in Accounting Estimates and Errors" (see Note 12).

Post-employment Benefits

The present value of post-employment benefits liability depends on several factors that are determined by actuarial basis based on several assumptions. Assumptions used to determine the cost (income) include

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the discount rate. Changes in these assumptions will affect the carrying amount of post-employment benefits (see Note 23).

The Group determines the appropriate discount rate at end of reporting year by the interest rate used to determine the present value of future cash outflows expected to settle this obligation. In determining the appropriate level of interest rates, the Company considers the interest rate of government bonds denominated in Rupiah that has a similar period to the corresponding period of obligation. Other key assumption is partly determined by current market conditions, during the year in which the post-employment benefits liability is resolved. Changes in the employee benefits assumption will impact on recognition of actuarial gains or losses at the end of the period.

Fair Value of Financial Instruments

If the fair value of financial assets and liabilities recorded in the statement of financial position is not available in active market, it is determined using valuation techniques including the use of mathematical model. Input for this model derived from observable market data throughout the available data. When observable market data is not available, management judgment is required to determine the fair value. The considerations include liquidity and input models such as volatility for long-term derivative transactions and discount rates, prepayments, and default rate assumptions.

ii. Important Consideration in the Determination of Accounting Policies

The following judgment made by management in the application of the Group's accounting policies that have significant effect on the amounts presented in the financial statements:

Revenue Recognition - Percentage of Completion Method

Revenue from the sale of shopping centers and apartment units are recognized using the percentage of completion method. By this method, revenue is recognized proportionately with the cost that generates revenue. As a consequence, the sales proceeds that can not be recognized as revenue are recognized as a liability until the sale have met the criteria for revenue recognition.

To determine the percentage of completion of the development activities of shopping centers and apartment units, the management uses physical progress approach that is determined based on the survey report for each project or the part of project (e.g., for each tower of apartment). The management conducted a review of determination of the estimated percentage of completion and it realized that a negligence in determining the percentage of completion at the reporting date can result in revenue recognition errors for the subsequent reporting period, in which the material error correction will be carried out retrospectively (see Note 33).

Revenue Recognition – Professional Fees

Policy and billing system to the patient is an integral of over all charges consisted of consulting with the doctor, use of drugs and other medical procedures. Above the cost of consulting a doctor, the Hospital perform specific calculations for each doctor, make payments and tax cuts every month to the doctor, although a bill to the patient is not fully collectible. Management of the Group considered that there was no agency relationship between the hospital and its doctors, with consideration to the impact of the significant benefits and risks related to the provision of medical services by the doctors to patients. Bills for medical services are recognized as revenue when the recognition criteria are met (see Note 33).

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3. Cash and Cash Equivalents

	June 30, 2014	December 31, 2013
	Rp	Rp
Cash on Hand		
(include 2013: USD 2,564, SGD 500, EUR 4,800, JPY 113,800, AUD 6,376; 2013: USD 2,564, SGD 500, EUR 4,800, JPY 113,800, AUD 6,376)	9,137,525,709	6,917,942,083
Cash in Banks		
Third Parties		
<u>Rupiah</u>		
PT Bank CIMB Niaga Tbk	237,439,130,892	172,388,811,892
PT Bank Negara Indonesia (Persero) Tbk	109,475,444,033	108,633,441,787
PT Bank Central Asia Tbk	42,689,782,087	37,447,323,869
PT Bank Mandiri (Persero) Tbk	39,915,563,562	28,725,205,715
PT Bank Mega Tbk	11,971,122,482	10,502,477,916
PT Bank Rakyat Indonesia (Persero) Tbk	11,752,625,722	56,199,268,479
PT Bank Danamon Indonesia Tbk	11,230,028,236	14,143,614,618
PT Bank Permata Tbk	7,154,823,051	12,522,995,740
PT Bank OCBC NISP Tbk	6,710,109,710	5,653,784,095
PT Bank Internasional Indonesia Tbk	3,206,306,301	4,856,944,917
PT Bank Tabungan Negara (Persero) Tbk	1,914,006,010	2,569,724,331
PT Bank Pan Indonesia Tbk	1,360,977,499	1,706,452,872
Others (each below Rp1 billion)	1,921,586,503	2,115,802,968
<u>Foreign Currency</u>		
PT Bank OCBC NISP Tbk		
USD	138,276,829,342	1,866,372,021
SGD	8,505,028,454	17,328,680,824
EUR	101,641,892	104,678,765
PT Bank CIMB Niaga Tbk		
USD	32,830,175,176	43,108,251,058
SGD	69,049,045,745	83,987,325,088
OCBC Bank, Singapore - SGD	78,066,806,305	65,039,895,534
PT Bank ANZ Indonesia		
USD	9,033,222,974	2,086,378,332
SGD	7,062,568,431	1,759,399,666
EUR	6,505,287,132	1,433,499,312
PT Bank Permata Tbk - USD	5,628,532,484	1,466,219,564
PT Bank Mega Tbk		
USD	3,044,563,210	3,400,340,708
SGD	2,301,391,757	3,466,320,893
PT Bank Internasional Indonesia Tbk - SGD	3,709,754,877	3,692,834,833
BNP Paribas, Singapore		
USD	2,680,300,995	2,729,567,119
SGD	653,827,103	620,518,246
PT Bank Negara Indonesia (Persero) Tbk - USD	1,477,192,718	2,403,157,786
Credit Suisse, Singapore		
USD	--	1,294,267,979
SGD	--	--
Others (each below Rp1 billion)	1,673,513,101	1,438,883,785

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	June 30, 2014	December 31, 2013
	Rp	Rp
Related Party		
<u>Rupiah</u>		
PT Bank Nationalnobu Tbk	372,421,582,028	335,256,404,263
	<u>1,229,762,769,812</u>	<u>1,029,948,844,975</u>
Time Deposits		
Third Parties		
<u>Rupiah</u>		
PT Bank CIMB Niaga Tbk	258,106,259,783	390,258,911,766
PT Bank Negara Indonesia (Persero) Tbk	180,194,310,957	219,494,703,751
PT Bank Mega Tbk	39,000,000,000	47,500,000,000
PT Bank Mandiri (Persero) Tbk	27,757,070,535	8,627,025,852
PT Bank Rakyat Indonesia (Persero) Tbk	9,777,465,000	2,725,066,950
PT Bank Permata Tbk	2,699,249,024	1,237,470,512
PT Bank Mayapada International Tbk	1,013,415,538	6,120,774,394
Others (each below Rp1 billion)	5,173,170,309	1,932,990,123
<u>Foreign Currency</u>		
PT Bank OCBC NISP Tbk - USD	372,480,659,586	12,189,000,000
PT Bank CIMB Niaga Tbk - USD	240,289,052,626	108,264,767
PT Bank Permata Tbk - USD	180,255,830,871	61,310,396,723
Credit Suisse, Singapore		
USD	96,269,537,645	24,403,874,322
SGD	23,225,930,330	12,223,658,012
OCBC Bank, Singapore - SGD	28,951,092,150	29,052,856,731
Related Party		
<u>Rupiah</u>		
PT Bank Nationalnobu Tbk	--	1,000,000,000
	<u>1,465,193,044,354</u>	<u>818,184,993,903</u>
Total	<u>2,704,093,339,875</u>	<u>1,855,051,780,961</u>

Interest rates and maturity period of the time deposits are as follows:

	June 30, 2014	December 31, 2013
Interest Rate		
Rupiah	3.00% - 6.50%	3.00% - 6.50%
Foreign Currency	0.50% - 3.00%	0.50% - 3.00%
Maturity Period	0 - 3 months	0 - 3 months

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4. Trade Accounts Receivable

	June 30, 2014 Rp	December 31, 2013 Rp
Third Parties		
Urban Development:		
Land Lots	50,743,328,080	38,368,526,368
Memorial Park	25,853,900,381	22,892,208,206
Residential Houses and Shophouses	15,556,972,986	13,049,988,562
Asset Enhancements	38,115,410,460	37,201,571,842
Others	15,817,747,191	15,820,046,145
Subtotal	<u>146,087,359,098</u>	<u>127,332,341,123</u>
Large Scale Integrated Development:		
Apartments	54,010,715,523	74,172,268,058
Asset Enhancements	16,379,642,195	13,785,747,741
Subtotal	<u>70,390,357,718</u>	<u>87,958,015,799</u>
Retail Malls:		
Asset Enhancements	127,847,101,453	96,176,489,419
Shopping Centers	21,553,118,241	21,791,834,450
Subtotal	<u>149,400,219,694</u>	<u>117,968,323,869</u>
Healthcare:		
Inpatient and Outpatient	<u>336,874,240,389</u>	<u>277,104,499,727</u>
Hospitality and Infrastructure:		
Town Management and Water Treatment	114,352,937,255	117,333,032,589
Hotels and Restaurants	25,701,970,549	17,134,765,612
Recreations and Sports	119,441,716	91,729,932
Others	7,141,068,621	1,564,102,391
Subtotal	<u>147,315,418,141</u>	<u>136,123,630,524</u>
Property and Portfolio Management:		
Management Fee	<u>61,912,734,268</u>	<u>72,819,087,284</u>
Total Trade Accounts Receivable from Third Parties	<u>911,980,329,308</u>	<u>819,305,898,326</u>
Less : Allowance for Impairment in Value	<u>(48,834,511,219)</u>	<u>(50,066,447,517)</u>
Trade Accounts Receivable from Third Parties - Net	<u>863,145,818,089</u>	<u>769,239,450,809</u>
Related Parties		
Healthcare:		
Inpatient and Outpatient	<u>2,311,891,040</u>	<u>2,432,208,891</u>
Total - Net	<u>865,457,709,129</u>	<u>771,671,659,700</u>

The movements in allowances for impairment of receivables are as follows:

	June 30, 2014 Rp	December 31, 2013 Rp
Third Parties		
Beginning Balance	50,066,447,517	46,463,775,446
Addition	(974,121,762)	3,860,486,607
Reversal	(257,814,536)	(257,814,536)
Ending Balance	<u>48,834,511,219</u>	<u>50,066,447,517</u>

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Additional (reversal) of allowance for impairment of trade accounts receivable is based on the review of the status of debtors at the end of the period.

Management believes that the allowance for impairment is adequate to cover the possibility of uncollectible trade accounts receivable.

Trade accounts receivable of PT Golden First Atlanta, a subsidiary, are pledged as collateral for the loans obtained from PT Bank Central Asia Tbk (see Note 21).

Trade accounts receivable denominated in Rupiah currency and foreign currencies. Trade accounts receivable in foreign currencies are presented in Notes 41 and 43.

5. Other Current Financial Assets

	June 30, 2014 Rp	December 31, 2013 Rp
Third Parties		
Available-for-Sale Financial Assets	5,368,475,894,869	5,109,971,815,786
Call Spread Option (See Note 39.d)	1,230,566,633,127	1,089,358,745,423
Other Accounts Receivable	486,206,338,442	466,879,928,946
Dividend Receivable	89,364,220,369	112,271,998,095
Total Other Current Financial Assets	7,174,613,086,807	6,778,482,488,250

Available-for-Sale Financial Assets

	June 30, 2014 Rp	December 31, 2013 Rp
At Cost		
Lippo Malls Indonesia Retail Trust (LMIRT) (2014: 682,854,614 units; 2013: 676,589,968 units)	2,805,238,437,236	2,794,469,203,850
First REIT (2014: 242,250,151 units; 2013: 235,807,453 units)	1,885,368,613,839	1,842,887,452,629
Foreign Exchange Translation	8,545,507,711	48,566,402,748
Accumulated Unrealized Gain (Loss):		
Charged to Profit or Loss	(1,949,311,917)	(1,949,311,917)
Charged to Other Comprehensive Income	671,272,648,000	425,998,068,476
	669,323,336,083	424,048,756,559
Total	5,368,475,894,869	5,109,971,815,786

Available-for-Sale Financial Assets is an investment in REIT's units which are listed on the Singapore Stock Exchange. The quoted market price of REIT units as of June 30, 2014 and December 31, 2013 are SGD 1.185 and SGD 1.040, respectively, for First REIT units, and SGD 0.400 and SGD 0.415, respectively, for LMIR Trust units.

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Other Accounts Receivable

	June 30, 2014	December 31, 2013
	Rp	Rp
PT Dasa Graha Jaya	70,608,609,246	75,345,005,905
PT Bayutama Sukses	23,461,377,900	70,190,133,700
PT Bina Bangun Bersama	59,952,613,715	53,572,613,715
PT Palembangparagon Mall	25,163,567,059	25,163,567,059
PT Amanda Cipta Utama	14,789,445,540	14,789,445,540
Others (below Rp 10 billion each)	298,584,018,944	234,172,456,989
Subtotal	492,559,632,404	473,233,222,908
Less: Allowance for Impairment in value	(6,353,293,962)	(6,353,293,962)
Total Other Accounts Receivable - Net	486,206,338,442	466,879,928,946

Receivables from PT Dasa Graha Jaya arisen from the sale of land and building of Siloam Hospitals Bali (see Note 39.b).

Receivables from PT Bayutama Sukses arisen from the sale of land and building of Siloam Hospitals Makassar (see Note 39.b).

Receivables from PT Bina Bangun Bersama represents loan for capital expenditures.

Receivables from PT Palembangparagon Mall (PM) represents loan for capital expenditures before PM was divested.

Receivables from PT Amanda Cipta Utama, are receivables incurred from the sale of shopping center (Mall Binjai) to PT Amanda Cipta Utama, a subsidiary of LMIR Trust.

The Group's management believes that allowance for impairment is adequate to cover the possibility of uncollectible other accounts receivable.

Dividend Receivable

This account represents dividend receivable of Bridgewater International Ltd., PT Menara Tirta Indah, Bowsprit Capital Corporation Ltd. and LMIRT Management Ltd, all subsidiaries, from their investments in First REIT and LMIR Trust, respectively.

6. Inventories

	June 30, 2014	December 31, 2013
	Rp	Rp
Urban Development:		
Land under Development	6,868,821,761,284	5,835,056,245,467
Residential Houses and Shophouses	2,104,675,432,258	1,830,309,020,890
Apartments	72,416,716,802	60,095,656,897
Others	9,420,567,051	8,110,616,280
Subtotal	9,055,334,477,395	7,733,571,539,534

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	June 30, 2014	December 31, 2013
	Rp	Rp
Large Scale Integrated Development:		
Apartments	1,147,760,691,854	1,085,315,718,504
Land under Development	1,736,592,076,693	1,707,783,618,492
Shopping Centers	2,220,032,494,924	2,066,832,820,104
Subtotal	<u>5,104,385,263,471</u>	<u>4,859,932,157,100</u>
Retail Malls:		
Shopping Centers	1,100,049,569,092	1,018,866,295,705
Land under Development	179,660,693,794	179,719,926,627
Subtotal	<u>1,279,710,262,886</u>	<u>1,198,586,222,332</u>
Healthcare:		
Medical and Non Medical Supplies	92,554,507,305	94,831,081,782
Hospitality and Infrastructure:		
Hotels and Restaurants	5,396,837,281	5,820,005,886
Recreation and Sports	544,655,909	1,161,141,082
Others	71,015,035	146,716,034
Less: Allowances Decline in Inventories Value	(23,047,800)	(39,505,683)
Subtotal	<u>5,989,460,425</u>	<u>7,088,357,319</u>
Total - Net	<u>15,537,973,971,482</u>	<u>13,894,009,358,067</u>

In 2013, inventory was reclassified to property and equipment amounting to Rp141,375,080,787 (see Note 12).

Borrowing costs capitalized into land under development for the 6 (six) months period ended June 30, 2014 and for the year ended December 31, 2013 amounting to Rp274,732,736,854 (interest expense bond amounted to Rp274,732,736,854) and Rp989,553,824,500 (interest expense bond amounted to Rp459,290,949,723), respectively (see Note 22).

As of June 30, 2014, land under development consisted of land covering a net area of approximately 32 hectares in Kelapa Dua and Bencong Village, 11 hectares in Jalan Lingkar Luar Barat - Puri Kembangan, 15 hectares in Mampang Prapatan District, 20 hectares in West Panunggan Village, 26 hectares in Binong Village, 2 hectares in Kelapa Indah Village, 9 hectares in Bonang Village, 20 hectares in Sukanagalih Village, 97 hectares in Margakaya Village, Telukjambe, Karawang, 114 hectares in Cibatuh Village, 22 hectares in Serang Village, 30 hectares in Sukaresmi Village, 12 hectares in Cicau Village, 3 hectares in Kuta, Bali, 41 hectares in Jaya Mukti Village, 18 hectares in Tanjung Merdeka Village, 23 hectares in Macini Sombala Village, 13 hectares in Tamanyeleng Village, 32 hectares in Barombong Village, 2.5 hectares in Panakukang District and 14 hectares in Mariso District.

Medical supplies and consumables of PT Golden First Atlanta, a subsidiary, are pledged as collateral for the loan obtained from PT Bank Central Asia Tbk (see Note 21).

Land under development owned by PT Lippo Cikarang Tbk, a subsidiary, with a total area of 3.9 hectares are pledged as collateral for the loans obtained from PT Bank ICBC Indonesia (see Note 39.e).

The amount of inventory charged to cost of sales amounted to Rp1,228,277,500,911 and Rp877,677,455,973, respectively, for the 6 (six) months period ended June 30, 2014 and 2013.

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Management believes there is no indication of change in circumstances that causes a decrease in the value of inventories at June 30, 2014.

The Group's inventories have been insured against all risks, based on a certain insurance policy package to PT Lippo General Insurance Tbk, related party, with the insured amount of Rp5,701 billion and USD 13,600,000, and Rp6,186 billion as of June 30, 2014 and December 31, 2013, respectively. The Company and subsidiaries' management believe that the insured amount is adequate to cover any possible losses.

7. Prepaid Expenses

	June 30, 2014	December 31, 2013
	Rp	Rp
Rental	122,159,449,621	108,460,748,566
Others	49,120,253,725	29,398,168,935
Total Prepaid Expenses	171,279,703,346	137,858,917,501

Prepaid expenses mainly represent rental of hospital and hotel properties leased from First REIT (see Note 39.b).

8. Other Non-Current Financial Assets

	June 30, 2014	December 31, 2013
	Rp	Rp
Restricted Funds	490,767,430,948	460,469,077,258
Other Investments	58,329,023,011	58,329,023,011
Total Other Non-Current Financial Assets	549,096,453,959	518,798,100,269

Restricted Funds

Restricted fund represents the Group's time deposits placement in relation to mortgages agreements (KPR and KPA) entered by the Group with their respective banks. These deposits earn an equal interest to the Rupiah's denominated time deposits owned by the Group (see Note 3).

Other Investments

	Domicile	June 30, 2014	December 31, 2013
		Rp	Rp
PT Supermal Karawaci	Tangerang	57,372,704,000	57,372,704,000
PT East Jakarta Industrial Park	Jakarta	766,935,000	766,935,000
PT Spinindo Mitradaya	Jakarta	160,000,000	160,000,000
Others	--	29,384,011	29,384,011
Total Other Investments		58,329,023,011	58,329,023,011

This account represents investment in shares below 20% of ownership in some companies which do not have quoted stock market prices.

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9. Transactions and Balances with Related Parties

The details of the account balances with related parties are as follows:

	June 30, 2014 Rp	December 31, 2013 Rp	Percentage to Total Assets/ Liabilities	
			June 30, 2014 %	December 31, 2013 %
Cash and Cash Equivalents				
PT Bank Nationalnoba Tbk				
Bank	372,421,582,028	335,256,404,263	1.08	1.07
Time Deposit	--	1,000,000,000	--	0.00
Total Cash and Cash Equivalents	372,421,582,028	336,256,404,263	1.08	1.07
Trade Accounts Receivable				
Other (below Rp 1 billion each)	2,311,891,040	2,432,208,891	0.01	0.01
Investments in Associates				
PT Surya Citra Investama	66,551,763,917	66,551,763,917	0.19	0.21
PT TTL Residences	28,031,250,000	28,031,250,000	0.08	0.09
PT Graha Teknologi Nusantara	--	15,295,000,000	--	0.05
PT Hyundai Inti Development	7,540,298,932	11,284,752,744	0.02	0.04
Other (below Rp 1 billion each)	9,268,729,735	9,268,729,735	0.03	0.03
Total Investments in Associates	111,392,042,584	130,431,496,396	0.32	0.42
Due from Related Parties Non-Trade				
PT Bumi Lemahabang Permai	9,919,451,291	9,919,451,291	0.03	0.03
PT Duta Mas Kharisma Indah	4,891,935,451	4,891,935,451	0.01	0.02
Directors and Key Management	4,772,837,212	2,151,716,974	0.01	0.01
Other (below Rp 1 billion each)	4,746,641,521	4,778,993,206	0.01	0.02
Total	24,330,865,475	21,742,096,922	0.07	0.07
Less : Allowance for Impairment in Value	(12,004,700,338)	(12,004,700,338)	(0.03)	(0.04)
Total Due from Related Parties Non-Trade - Net	12,326,165,137	9,737,396,584	0.04	0.03
Due to Related Parties Non-Trade				
PT Tirta Graha Sentana	2,215,692,479	2,215,692,479	0.01	0.01
Other (below Rp 1 billion each)	1,612,719,640	1,612,599,640	0.01	0.01
Total Due to Related Parties Non-Trade	3,828,412,119	3,828,292,119	0.02	0.02
Deferred Income				
PT Matahari Putra Prima Tbk	466,430,601,280	561,270,815,716	2.48	3.28
Long-Term Post-Employment Benefits Liability				
Directors and Key Management	8,776,903,677	8,776,903,677	0.05	0.05
			Percentage to Total Net Sales/ Operating Expense	
	2014 (6 Months) Rp	2013 (6 Months) Rp	2014 (6 Months) %	2013 (6 Months) %
Revenues				
PT Matahari Putra Prima Tbk	7,808,723,916	7,808,723,918	0.19	0.25
Short-Term Post-Employment Benefits				
Directors, Commissioners and Key Management	11,461,542,296	18,539,610,000	0.28	0.60

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Nature of transactions with related parties are as follows:

Related Parties	Relationship with the Company	Transactions
PT Matahari Putra Prima Tbk	Under Common Control	Deferred income and net sales
PT Bumi Lemahabang Permai	Under Common Control	Non-interest bearing intercompany charges, advances in connection with the cancellation of land
PT Surya Cipta Investama	Associate	Investment in shares of stock
PT Hyundai Inti Development	Associate	Investment in shares of stock
PT TTL Residences	Associate	Investment in shares of stock
PT Graha Teknologi Nusantara	Associate	Investment in shares of stock
PT Bank Nationalnobi Tbk	Under Common Control	Placement of cash and cash equivalent
PT Duta Mas Kharisma Indah	Under Common Control	Non-interest bearing intercompany charges
PT Tirta Graha Sentana	Under Common Control	Non-interest bearing intercompany charges

Receivable from PT Bumi Lemahabang Permai (BLP) represents receivable of PT Lippo Cikarang Tbk (LC), a subsidiary, which is mainly consist of non-interest bearing intercompany accounts from operational cost which are unsecured and has no fixed repayment period.

10. Investments in Associates

June 30, 2014						
Domicile	Percentage of Ownership	Acquisition Cost	Accumulated Share in Profit (Loss) of Associates	Accumulated Dividend Received	Carrying Value	
	%	Rp	Rp	Rp	Rp	
PT Surya Cipta Investama	Bekasi	49.81	32,964,983,496	33,586,780,421	--	66,551,763,917
PT Hyundai Inti Development	Bekasi	45.00	6,155,423,370	94,669,749,424	(93,284,873,862)	7,540,298,932
PT TTL Residences	Bekasi	25.00	28,031,250,000	--	--	28,031,250,000
Others (below Rp 5 billion each)			25,143,494,000	(15,874,764,265)	--	9,268,729,735
Total			92,295,150,866	112,381,765,580	(93,284,873,862)	111,392,042,584

December 31, 2013						
Domicile	Percentage of Ownership	Acquisition Cost	Accumulated Share in Profit (Loss) of Associates	Accumulated Dividend Received	Carrying Value	
	%	Rp	Rp	Rp	Rp	
PT Surya Cipta Investama	Bekasi	49.81	32,964,983,496	33,586,780,421	--	66,551,763,917
PT Hyundai Inti Development	Bekasi	45.00	6,155,423,370	93,914,203,236	(88,784,873,862)	11,284,752,744
PT TTL Residences	Bekasi	25.00	28,031,250,000	--	--	28,031,250,000
PT Graha Teknologi Nusantara	Jakarta	20.00	15,295,000,000	--	--	15,295,000,000
Others (below Rp 5 billion each)			25,143,494,000	(15,874,764,265)	--	9,268,729,735
Total			107,590,150,866	111,626,219,392	(88,784,873,862)	130,431,496,396

There was no fair value information available based on quoted market prices of the investment in associates above.

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11. Investment Property

	2014 (6 Months)				
	Beginning Balance	Addition	Deduction	Reclassification	Ending Balance
	Rp	Rp	Rp	Rp	Rp
Acquisition Cost					
Land	56,201,024,208	8,034,000	--	--	56,209,058,208
Building	322,292,252,875	10,982,757,498	--	--	333,275,010,373
Total Acquisition Cost	<u>378,493,277,083</u>	<u>10,990,791,498</u>	<u>--</u>	<u>--</u>	<u>389,484,068,581</u>
Accumulated Depreciation					
Building	72,132,171,875	8,550,285,060	--	(194,443,264)	80,488,013,671
Total Accumulated Depreciation	<u>72,132,171,875</u>	<u>8,550,285,060</u>	<u>--</u>	<u>(194,443,264)</u>	<u>80,488,013,671</u>
Carrying Value	<u>306,361,105,208</u>				<u>308,996,054,910</u>
	2013 (One Year)				
	Beginning Balance	Addition	Deduction	Reclassification	Ending Balance
	Rp	Rp	Rp	Rp	Rp
Acquisition Cost					
Land	55,213,852,732	987,171,476	--	--	56,201,024,208
Building	300,367,484,281	21,924,768,594	--	--	322,292,252,875
Total Acquisition Cost	<u>355,581,337,013</u>	<u>22,911,940,070</u>	<u>--</u>	<u>--</u>	<u>378,493,277,083</u>
Accumulated Depreciation					
Building	53,835,480,132	18,296,691,743	--	--	72,132,171,875
Total Accumulated Depreciation	<u>53,835,480,132</u>	<u>18,296,691,743</u>	<u>--</u>	<u>--</u>	<u>72,132,171,875</u>
Carrying Value	<u>301,745,856,881</u>				<u>306,361,105,208</u>

Rental revenue earned and direct operating expenses from investment property in the consolidated statements of comprehensive income are as follows:

	2014 (6 Months) Rp	2013 (6 Months) Rp
Rental Income	30,703,609,144	32,380,513,162
Direct Operating Cost Arises from the Rental Generated Investment Properties	8,794,151,531	15,730,136,813

Depreciation charges that were allocated in the consolidated statements of comprehensive income are as follows:

	2014 (6 Months) Rp	2013 (6 Months) Rp
Cost of Sales and Services	1,637,514,754	2,117,967,656
Selling Expense	6,912,770,306	7,636,109,242
Total	<u>8,550,285,060</u>	<u>9,754,076,898</u>

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The investment property has been insured against fire damage and other risks to PT Lippo General Insurance Tbk, related party, with an insured amount of Rp1,490 billion and USD 25,000 as of June 30, 2014, and December 31, 2013, respectively. The Company and subsidiaries' management is in the opinion that the insured amount is adequate to cover any possible losses.

Based on the valuation reports of Kantor Jasa Penilai Publik Rengganis Hamid dan Rekan and Kantor Jasa Penilai Publik Ihot Dollar & Raymond, independent appraisers which are not related with the Company, dated June 30, 2013 and June 11, 2013, respectively, the fair value of all inventories (Note 6), investment property, and property and equipment (Notes 11 and 12), amounted to Rp46,653,601,000,000. The appraisers are member of MAPPI and has appropriate qualifications and experience in the property valuation. The valuation is conducted using the market data approach and in accordance with the Indonesian Valuation Standard 2007 and the code of ethics of Indonesian valuation.

The approach used by the appraiser are:

1. For land appraisal, using the market value approach, and
2. For the building, using the cost approach.

Management believes that the fair value as of June 30, 2014 was not impaired as compared to 2013.

Based on the evaluation of the value of investment properties as of June 30, 2014, management believes that there are no changes in circumstances indicate an impairment of investment properties.

12. Property and Equipment

	2014 (6 Months)				Ending Balance Rp
	Beginning Balance Rp	Addition Rp	Deduction Rp	Reclassification Rp	
Acquisition Cost					
Direct Ownership					
Land	353,113,027,388	987,171,475	--	--	354,100,198,863
Building, Infrastructure and Renovations	843,617,829,618	12,232,847,884	--	10,518,610,038	866,369,287,540
Parks and Interiors	36,886,191,401	1,129,038,975	--	--	38,015,230,376
Golf Course and Club House	172,759,176,590	272,845,250	--	--	173,032,021,840
Transportation Equipment and Vehicles	44,293,024,041	882,329,683	--	--	45,175,353,724
Furniture, Fixtures and Office Equipment	581,125,590,144	30,328,519,073	--	2,704,297,242	614,158,406,459
Tools and Medical Equipment	1,330,651,853,267	72,543,797,413	--	1,874,010,770	1,405,069,661,450
Machinery and Project Equipment	230,860,561,610	5,699,755,012	--	--	236,560,316,622
Bowling Machinery	14,397,991,861	--	--	--	14,397,991,861
Playground Areas	3,135,746,092	--	--	--	3,135,746,092
	<u>3,610,840,992,012</u>	<u>124,076,304,765</u>	<u>--</u>	<u>15,096,918,050</u>	<u>3,750,014,214,827</u>
Construction in Progress	<u>662,875,360,688</u>	<u>135,091,449,779</u>	<u>--</u>	<u>(15,096,918,050)</u>	<u>782,869,892,417</u>
Total Acquisition Cost	<u>4,273,716,352,700</u>	<u>259,167,754,544</u>	<u>--</u>	<u>--</u>	<u>4,532,884,107,244</u>
Accumulated Depreciation					
Direct Ownership					
Building, Infrastructure and Renovations	233,663,427,726	22,390,272,045	--	--	256,053,699,771
Parks and Interiors	21,206,805,947	677,223,333	--	194,443,264	22,078,472,544
Golf Course and Club House	143,648,629,426	4,886,021,218	--	--	148,534,650,644
Transportation Equipment and Vehicles	29,074,260,283	1,811,825,457	--	--	30,886,085,740
Furniture, Fixtures and Office Equipment	365,391,970,828	30,098,459,094	--	--	395,490,429,922
Tools and Medical Equipment	499,005,568,015	89,109,454,209	--	--	588,115,022,224
Machinery and Project Equipment	153,341,047,381	11,885,796,261	--	--	165,226,843,642
Bowling Machinery	14,356,614,675	8,291,236	--	--	14,364,905,911
Playground Areas	3,135,746,092	--	--	--	3,135,746,092
Total Accumulated Depreciation	<u>1,462,824,070,373</u>	<u>160,867,342,853</u>	<u>--</u>	<u>194,443,264</u>	<u>1,623,885,856,490</u>
Carrying Value	<u><u>2,810,892,282,327</u></u>				<u><u>2,908,998,250,754</u></u>

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	2013 (One Year)				
	Beginning Balance	Addition	Deduction	Reclassification	Ending Balance
	Rp	Rp	Rp	Rp	Rp
Acquisition Cost					
Direct Ownership					
Land	335,485,657,403	17,803,533,940	41,321,409,585	41,145,245,630	353,113,027,388
Building, Infrastructure and Renovations	711,798,619,937	932,239,176,953	922,002,565,113	121,582,597,841	843,617,829,618
Parks and Interiors	26,866,902,888	10,019,288,513	--	--	36,886,191,401
Golf Course and Club House	171,293,891,590	1,465,285,000	--	--	172,759,176,590
Transportation Equipment and Vehicles	36,818,875,481	7,474,148,560	--	--	44,293,024,041
Furniture, Fixtures and Office Equipment	426,756,519,156	185,571,934,855	208,681,380	(30,994,182,487)	581,125,590,144
Tools and Medical Equipment	905,566,792,488	398,124,750,707	7,571,079,015	34,531,389,087	1,330,651,853,267
Machinery and Project Equipment	215,011,736,822	16,255,008,343	6,151,600	(400,031,955)	230,860,561,610
Bowling Machinery	14,397,991,861	--	--	--	14,397,991,861
Playground Areas	5,738,703,291	--	--	(2,602,957,199)	3,135,746,092
	<u>2,849,735,690,917</u>	<u>1,568,953,126,871</u>	<u>971,109,886,693</u>	<u>163,262,060,917</u>	<u>3,610,840,992,012</u>
Construction in Progress	<u>540,733,313,222</u>	<u>144,029,027,596</u>	<u>--</u>	<u>(21,886,980,130)</u>	<u>662,875,360,688</u>
Total Acquisition Cost	<u>3,390,469,004,139</u>	<u>1,712,982,154,467</u>	<u>971,109,886,693</u>	<u>141,375,080,787</u>	<u>4,273,716,352,700</u>
Accumulated Depreciation					
Direct Ownership					
Building, Infrastructure and Renovations	182,835,145,207	50,828,282,519	--	--	233,663,427,726
Parks and Interiors	19,635,460,003	1,571,345,944	--	--	21,206,805,947
Golf Course and Club House	133,640,168,275	10,008,461,151	--	--	143,648,629,426
Transportation Equipment and Vehicles	24,622,368,327	4,451,891,956	--	--	29,074,260,283
Furniture, Fixtures and Office Equipment	314,587,140,579	51,011,413,785	206,583,536	--	365,391,970,828
Tools and Medical Equipment	340,739,110,941	162,893,188,433	4,626,731,359	--	499,005,568,015
Machinery and Project Equipment	134,559,541,893	18,787,657,088	6,151,600	--	153,341,047,381
Bowling Machinery	14,337,021,968	19,592,707	--	--	14,356,614,675
Playground Areas	3,135,746,092	--	--	--	3,135,746,092
Total Accumulated Depreciation	<u>1,168,091,703,285</u>	<u>299,571,833,583</u>	<u>4,839,466,495</u>	<u>--</u>	<u>1,462,824,070,373</u>
Carrying Value	<u><u>2,222,377,300,854</u></u>				<u><u>2,810,892,282,327</u></u>

In 2014, the addition of the Group's property and equipment, including non-cash transaction from realization of advance purchase of fixed assets amounting to Rp19,381,359,747.

In 2013, the addition of property and equipment including from the acquired entity (see Notes 1.c and 44) with the acquisition cost of Rp 246,927,708,694 and accumulated depreciation of Rp29,272,544,334.

In 2013, the Group reclassified inventory to property and equipment amounting to Rp141,375,080,787 (see Note 6). The addition of the Group's property and equipment, including non-cash transactions from accrued expenses amounted to Rp36,097,496,473 and realization of advance purchase of fixed assets amounting to Rp141,582,484,925. The deduction of buildings, infrastructure and renovation include deduction due to divestment of a subsidiary (see Note 1.c) amounting to Rp700,000,000,000.

Construction in progress includes hospitals and mall buildings. As of June 30, 2014, Construction in progress has reached 9% - 96% and estimated the completion within November 2014 until January 2016. Management believes there is no other matter which will hinder the completion.

Depreciation charges that were allocated in the consolidated statements of comprehensive income are as follows:

	2014	2013
	(6 Months) Rp	(6 Months) Rp
General and Administrative Expenses	67,957,320,708	51,653,563,301
Cost of Sales and Services	90,481,826,846	66,765,246,394
Selling Expenses	2,428,195,299	1,688,706,369
Total Depreciation Expenses	<u><u>160,867,342,853</u></u>	<u><u>120,107,516,064</u></u>

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Acquisition cost of property and equipment that have been fully depreciated and still in use as of June 30, 2014 and December 31, 2013 amounted Rp105,177,098,020, respectively.

In 2013, disposal on property and equipment of the Group mainly from sale of land and building of Siloam Hospitals Bali with carrying value amounting to Rp200,836,972,996 on March 26, 2013 and then leased back those assets (see Note 39.b) and the sale of the building by PT Almaron Perkasa, a subsidiary, to PT Tritunggal Mulia Nusantara with carrying value amounting to Rp62,502,955,497.

Land and building, infrastructure, machinery and tools and medical equipment of PT Balikpapan Damai Husada, a subsidiary, are pledged as collateral for loan obtained from Bank Pembangunan Daerah Kalimantan Timur (see Note 21).

Land and building, vehicles, furniture, fixtures and office equipment and tools and medical equipment of PT Golden First Atlanta, a subsidiary, were pledged as collateral for loan obtained from PT Bank Central Asia Tbk (see Note 21).

There is no borrowing cost capitalized into property and equipment.

The Group property and equipment have been insured to PT Lippo General Insurance Tbk, related party, against fire damage and other risks, with insured amount of Rp578 billion and USD 4,000,000 as of June 30, 2014 and December 31, 2013, respectively. The Group's management is in the opinion that the insured amount is adequate to cover any possible losses.

The Group's management is in the opinion that there is no impairment in the carrying value of property and equipment as of June 30, 2014.

13. Intangible Assets

	2014 (6 Months)			
	Beginning Balance	Addition	Deduction	Ending Balance
	Rp	Rp	Rp	Rp
Acquisition Cost				
Goodwill	334,652,210,431	--	--	334,652,210,431
Software	21,035,850,783	13,844,905,514	--	34,880,756,297
Total Acquisition Cost	355,688,061,214	13,844,905,514	--	369,532,966,728
Accumulated Impairment and Amortization				
Impairment of Goodwill	18,660,604,318	--	--	18,660,604,318
Amortization of Software	5,186,483,485	1,389,516,500	--	6,575,999,985
Total Accumulated Impairment and Amortization	23,847,087,803	1,389,516,500	--	25,236,604,303
Carrying Value	331,840,973,411			344,296,362,425
	2013 (One Year)			
	Beginning Balance	Addition	Deduction	Ending Balance
	Rp	Rp	Rp	Rp
Acquisition Cost				
Goodwill	208,279,265,320	126,372,945,111	--	334,652,210,431
Software	19,053,913,246	1,981,937,537	--	21,035,850,783
Total Acquisition Cost	227,333,178,566	128,354,882,648	--	355,688,061,214
Accumulated Impairment and Amortization				
Impairment of Goodwill	9,099,999,902	9,560,604,416	--	18,660,604,318
Amortization of Software	3,595,604,556	1,590,878,929	--	5,186,483,485
Total Accumulated Impairment and Amortization	12,695,604,458	11,151,483,345	--	23,847,087,803
Carrying Value	214,637,574,108			331,840,973,411

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The details of goodwill are as follows:

Acquirer Entity	Share Acquisition in	Year of Acquisition	Net Value	
			June 30, 2014	December 31, 2013
			Rp	Rp
PT Koridor Usaha Maju	PT Medika Sarana Traliansia	2013	126,297,825,734	126,297,825,734
PT Lippo Malls Indonesia	PT Mulia Citra Abadi	2012	20,247,679,428	20,247,679,428
PT Persada Mandiri Dunia Niaga	PT Ekaputra Kencana Abadi	2012	15,050,000,000	15,050,000,000
PT Primakreasi Propertindo	PT Bimasakti Jaya Abadi	2012	9,509,000,000	9,509,000,000
PT Pancawarna Semesta	PT Diagram Healthcare Indonesia	2012	9,251,046,030	9,251,046,030
PT Primakreasi Propertindo	PT Surya Megah Lestari	2012	5,680,000,000	5,680,000,000
PT Prawira Tata Semesta	PT Balikpapan Damai Husada	2011	27,480,578,103	27,480,578,103
PT Siloam International Hospitals	PT Prawira Tata Semesta	2011	14,146,465,217	14,146,465,217
PT Siloam International Hospitals	PT Guchi Kencana Emas	2011	3,540,326,235	3,540,326,235
PT Medika Sarana Traliansia	PT Trisaka Raksa Waluya	2011	75,119,377	75,119,377
PT Berkat Langgeng Jaya	PT Pamor Paramita Utama	2008	9,770,787,707	9,770,787,707
PT Wahana Usaha Makmur	PT Adhi Utama Dinamika	2008	8,774,146,934	8,774,146,934
PT Graha Jaya Pratama	PT Nuansa Indah Lestari	2004	38,110,462,048	38,110,462,048
PT Graha Jaya Pratama	PT Fajar Usaha Semesta	2004	8,186,375,658	8,186,375,658
PT Graha Jaya Pratama	PT Fajar Raya Cemerlang	2004	7,929,625,658	7,929,625,658
PT Graha Jaya Pratama	PT Aresta Permata Utama	2004	5,971,083,992	5,971,083,992
PT Graha Jaya Pratama	PT Fajar Abadi Aditama	2004	5,971,083,992	5,971,083,992
Total Goodwill - Net			315,991,606,113	315,991,606,113

The management believes that the indentified impairment that occurred for the 6 (six) months period ended June 30, 2014 and for the year ended December 31, 2013 have been assessed adequately.

14. Advances

	June 30, 2014	December 31, 2013
	Rp	Rp
Advances for Land Acquisition	986,281,883,247	622,100,496,508
Advances for Investments - PT Anugerah Bahagia Abadi	522,400,000,000	502,400,000,000
Advances for Construction	462,021,957,198	208,339,100,001
Advances for Acquisition of Property and Equipment	59,446,419,249	93,978,166,821
Others	78,620,397,279	29,611,986,498
Total	2,108,770,656,973	1,456,429,749,828

On December 2, 2010, based on Sale and Purchase of Shares Agreements, PT Satria Mandiri Idola Utama, a subsidiary, purchased the shares of PT Anugerah Bahagia Abadi of Rp549,686,500,000. Until June 30, 2014, the advanced payment amounted to Rp522,400,000,000.

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15. Land for Development

	June 30, 2014		December 31, 2013	
	Area sqm	Value Rp	Area sqm	Value Rp
The Company	1,001,010	238,460,714,722	1,001,010	203,350,714,722
Subsidiaries:				
PT Lippo Cikarang Tbk	1,370,457	292,798,835,067	2,485,221	473,463,425,333
PT Gowa Makassar Tourism Development Tbk	2,067,992	294,602,808,708	2,112,883	722,230,107,166
PT Muliasantosa Dinamika	803,413	112,455,747,318	803,413	112,455,747,318
PT Erabaru Realindo	702,371	22,845,087,500	702,371	17,758,887,500
PT Sentragraha Mandiri	239,759	33,313,592,430	239,759	33,313,592,430
PT Sejatijaya Selaras	84,162	12,856,345,276	84,162	12,856,345,276
PT Bahtera Pratama Wirasakti	83,405	15,699,415,352	83,405	15,699,415,352
PT Surya Makmur Alam Persada	71,303	20,283,623,533	71,303	20,283,623,533
Total	6,423,872	1,043,316,169,906	7,583,527	1,611,411,858,630

Land for development of the Company and subsidiaries are located at Curug Wetan Village, Curug Kulon, Sukabakti in Curug District; Serdang Wetan Village, Rancagong in Legok District; Ciakar Village, Serdang Kulon, Cukang Galih, Tangerang Regency, Banten; Cipambuan Village in Citeureup District, Bogor Regency, West Java; Sukaresmi, Cibatu, Cicau, Sukamukti, Sirmajati, Jayamukti, Pasirsari in Lemahabang District, South Cikarang; Tanjung Merdeka Village, Barombong, Maccini Sombala, Tamanyeleng, Mariso, Benteng Somba Opu in Makassar, South Sulawesi.

Site development permits of each land have been obtained from their respective local governors.

16. Accrued Expenses

	June 30, 2014	December 31, 2013
	Rp	Rp
Estimated Cost for Construction	236,631,353,925	244,973,292,030
Interest	92,635,691,188	86,392,589,382
Endowment Care Fund	61,555,630,028	55,091,149,367
Hedging Premium of Call Spread Option	20,021,158,275	16,699,933,846
Transfer of Ownership Tax	15,218,437,089	14,966,467,163
Professional Fees	17,533,747,901	15,218,437,089
Others (each below Rp 10 billion)	198,898,178,533	118,266,604,631
Total	642,494,196,939	551,608,473,508

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17. Taxation

a. Income Tax Expense

	2014 (6 Months) Rp	2013 (6 Months) Rp
Current	(171,380,401,023)	(135,941,847,397)
Deferred	1,534,144,824	(11,044,002,060)
Total Tax Expense	(169,846,256,199)	(146,985,849,457)

The reconciliation between profit before tax as presented in the consolidated statements of comprehensive income and the Company's estimated taxable income (tax loss) is as follows:

	2014 (6 Months) Rp	2013 (6 Months) Rp
Income before Income Tax Expense as Presented in Consolidated Statements of Comprehensive Income	1,068,053,072,072	848,871,080,604
<i>Deduct:</i>		
Income of Subsidiaries	1,513,716,231,017	824,812,088,694
The Company's Commercial Gain (Loss) - Net	(445,663,158,945)	24,058,991,910
Temporary Differences		
Salaries and Employee Benefits	--	4,764,708,000
Depreciation of Direct Ownership of Property and Equipment	(2,951,015,780)	(2,314,125,649)
Deferred Gain on Sale and Leaseback Transactions	(3,651,723,372)	(3,651,723,372)
Subtotal	(6,602,739,152)	(1,201,141,021)
Permanent Differences		
Donation and Representation	181,600,111	201,891,899
Interest Income	(4,660,193,040)	(10,351,409,256)
Income Subjected to Final Tax	(32,886,891,013)	--
Subtotal	(37,365,483,941)	(10,149,517,357)
Estimated Taxable Income (Tax Loss)	(489,631,382,038)	12,708,333,532

Calculation of estimated current tax and tax payable of subsidiaries is as follows:

	2014 (6 Months) Rp	2013 (6 Months) Rp
The Company		
Estimated Taxable Income (Tax Loss)	(489,631,382,038)	12,708,333,532
Subsidiaries		
Estimated Taxable Income	54,004,957,162	17,021,693,886
Current Tax	53,992,311,557	55,273,430,951
Tax Credit	--	(43,750,185,451)
Estimated Income Tax of Subsidiaries Article 29	53,992,311,557	11,523,245,500

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	2014 (6 Months) Rp	2013 (6 Months) Rp
Final Tax Expense		
The Company	2,890,316,388	13,096,127
Subsidiaries	114,497,773,078	46,119,846,459
Consolidated Final Tax Expense	117,388,089,466	46,132,942,586
Consolidated Income Tax Expense	171,380,401,023	57,656,188,086
Consolidated Income Tax Payable Article 29		
Estimated Consolidated Income Tax Article 29	53,992,311,557	11,900,654,986
Prior Year Income Tax Article 29	(9,011,299,547)	23,145,310,717
Total Consolidated Income Tax Payable Article 29	44,981,012,010	35,045,965,703

The reconciliation between the Company's tax expense and the multiplication of the consolidated profit before income tax with the prevailing tax rate is as follows:

	2014 (6 Months) Rp	2013 (6 Months) Rp
Income before Income Tax Expense According to the Consolidated Statements of Income	1,068,053,072,072	848,871,080,604
<i>Deduct:</i>		
Income of Subsidiaries	1,513,716,231,017	824,812,088,694
The Company's Commercial Income	(445,663,158,945)	24,058,991,910
Income Tax Expense at Effective Tax Rate 25%	111,415,789,735	3,177,083,383
Income Subject to Final Tax - Net	8,221,722,753	--
Interest Income	1,165,048,260	(2,587,852,314)
Donation and Representation	(45,400,028)	50,472,975
Tax Loss	(122,407,845,510)	(939,989,299)
Income Tax Expense of the Company	(1,650,684,790)	(300,285,255)
Final Tax Expense of the Company	(2,890,316,388)	(3,774,237,530)
Total Income Tax Expense of the Company	(4,541,001,178)	(4,074,522,785)
Income Tax Expense of the Subsidiaries		
Deferred Tax of the Subsidiaries	3,184,829,614	(10,743,716,806)
Current Tax of the Subsidiaries	(53,992,311,557)	(55,650,840,437)
Final Tax Expense of the Subsidiaries	(114,497,773,078)	(76,516,769,429)
Total Income Tax Expense of the Subsidiaries	(165,305,255,021)	(142,911,326,672)
Total Income Tax Expense	(169,846,256,199)	(146,985,849,457)

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b. Deferred Tax Asset and Liabilities

Details of the Group's deferred tax assets and liabilities are as follows:

	January 1, 2014	Credited (Charged) to Consolidated Statements of Comprehensive Income	Additions from Business Combination	June 30, 2014
	Rp	Rp	Rp	Rp
The Company				
Amortization of Deferred Income from Sale and Lease Back Transactions	14,501,478,001	(912,930,843)	--	13,588,547,158
Estimated Liabilities on Employee Benefits	9,204,139,494	--	--	9,204,139,494
Allowance for Impairment in Value	2,965,626,608	--	--	2,965,626,608
Depreciation	(10,501,909,067)	(737,753,947)	--	(11,239,663,014)
	16,169,335,036	(1,650,684,790)	--	14,518,650,246
Subsidiaries	34,194,193,286	3,184,829,614	--	37,379,022,900
Deferred Tax Assets	50,363,528,322	1,534,144,824	--	51,897,673,146
Deferred Tax Liabilities	11,983,104,371	(939,894,038)	--	11,043,210,333
	January 1, 2013	Credited (Charged) to Consolidated Statements of Comprehensive Income	Additions from Business Combination	December 31, 2013
	Rp	Rp	Rp	Rp
The Company				
Amortization of Deferred Income from Sale and Lease Back Transactions	16,327,339,687	(1,825,861,686)	--	14,501,478,001
Estimated Liabilities on Employee Benefits	8,136,790,871	1,067,348,623	--	9,204,139,494
Allowance for Impairment in Value	2,965,626,608	--	--	2,965,626,608
Depreciation	(9,342,388,848)	(1,159,520,219)	--	(10,501,909,067)
	18,087,368,318	(1,918,033,282)	--	16,169,335,036
Subsidiaries	58,367,244,335	(24,173,051,049)	--	34,194,193,286
Deferred Tax Assets	76,454,612,653	(26,091,084,331)	--	50,363,528,322
Deferred Tax Liabilities	6,653,250,000	--	5,329,854,371	11,983,104,371

Management believes that the deferred tax assets can be recovered through future taxable profits in the future.

c. Prepaid Taxes

	June 30, 2014	December 31, 2013
	Rp	Rp
Income Tax		
Article 4 (2)	397,576,545,464	382,267,883,122
Article 22	376,173,264	260,743,240
Article 25/29	21,436,038,390	8,556,225,332
Value Added Tax	189,517,636,079	184,968,606,737
Total Prepaid Taxes	608,906,393,197	576,053,458,431

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d. Taxes Payable

	June 30, 2014	December 31, 2013
	Rp	Rp
Income Tax		
Final	84,410,149,818	112,772,880,835
Article 23	2,998,533,444	--
Article 25/29	44,981,012,010	67,150,611,652
Article 21	21,389,650,883	19,079,056,965
Article 26	15,989,757	7,891,198,542
Value Added Tax	20,560,143,398	41,907,332,951
Hotel and Restaurant Tax	3,035,471,329	4,188,942,866
Entertainment Tax	607,121,645	607,121,643
Total Taxes Payable	177,998,072,284	253,597,145,454

During 2013, PT Lippo Cikarang Tbk (LC), a subsidiary, received Tax Underpayment Assessment Letter (SKPKB) for the years 2011 and 2012, amounted to Rp6,826,074,972.

18. Trade Accounts Payable – Third Parties

	June 30, 2014	December 31, 2013
	Rp	Rp
Third Parties		
Supplier	152,552,642,446	129,248,889,293
Contractor	165,163,632,306	202,546,875,818
Doctor Fee	61,922,085,374	63,239,958,115
Others	1,630,199,880	2,712,454,382
Total	381,268,560,006	397,748,177,608

19. Short-Term Bank Loans

This account represents balance of local credit loan in PT Golden First Atlanta, a subsidiary, obtained from PT Bank Central Asia Tbk as of June 30, 2014 and December 31, 2013 (see Note 21).

20. Other Current Financial Liabilities

	June 30, 2014	December 31, 2013
	Rp	Rp
Third Parties		
Dividend Payable (See Note 30)	320,000,000,000	--
Unidentified Payments	127,086,686,254	147,810,774,447
Other Payable	121,733,325,213	152,372,969,722
Total	568,820,011,467	300,183,744,169

Unidentified payments represent receipt of collection not yet identifiable by the Company.

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21. Long-Term Bank Loans

	June 30, 2014	December 31, 2013
	Rp	Rp
Third Parties		
Bank Pembangunan Daerah Kalimantan Timur	32,723,292,810	35,301,525,492
PT Bank Central Asia Tbk	16,209,657,473	19,451,588,973
Total	48,932,950,283	54,753,114,465
Current Portion	12,104,808,997	11,792,174,233
Non-Current Portion	36,828,141,286	42,960,940,232

Bank Pembangunan Daerah Kalimantan Timur

Based on Deed of Credit Agreement No. 005/870/9200/KI.59/BPDKP/2008 dated February 25, 2008, PT Balikpapan Damai Husada (BDH), a subsidiary, obtained an investment credit facility (Non-PRK) at a maximum amount of Rp50,000,000,000 with an annual interest rate of 11.5%. This loan was used to increase the investment fund for financing the development of hospitals and paying its loan obtained from PT Bank Mandiri (Persero) Tbk. This loan will mature on February 25, 2019.

This facility is secured by collaterals as follows:

- One (1) parcel of land with an area of 12,562 sqm including healthcare building and hospital with an area 8,024 sqm with HGB No. 2069 located at Jl. MT. Haryono RT. 35, Gang Bahagia, Balikpapan which is registered under the name of BDH.
- Supporting infrastructure, tools and machinery and medical equipment with the estimated value of Rp8,665,020,000.

There is no restrictive financial ratio which should be maintained by BDH.

Loan payments for the current year amounted to Rp2,578,232,685.

PT Bank Central Asia Tbk

Based on Deed of Credit Agreement No. 1 dated April 1, 2003 made in the presence of Yandes Effriady, S.H., a notary in Jambi, and the letter No. 0242/JAM/2010 dated February 3, 2010, as amended by Credit Agreement No. 54 dated July 19, 2010 in the presence of Hasan S. H., a notary in Jambi and the latest by Credit Agreement No. 0134/ADD/119/IV/13 dated April 30, 2013, PT Golden First Atlanta (GFA), a subsidiary, obtained several credit facilities as follows:

- Local Credit Facility (Current Account) at a maximum amount of Rp5,000,000,000.
- Investment Credit Facility at a maximum amount of Rp32,419,314,946.

Both facilities bear an annual interest rate of 11% and will mature on February 5, 2014 and December 20, 2016, respectively. On February 4, 2014, based on letter No. 0258/JAM/2014, Local Credit Facility has been amended and will due on May 5, 2014.

Both facilities are secured by collaterals as follows:

- Three (3) parcels of land with an area of 7,132 sqm and building with HGB Nos. 840, 841 and 842/Paal Merah which are registered under the name of GFA, a subsidiary.
- Medical equipment, furniture fixtures and office equipment, trade accounts receivable and inventory of medicine and consumable goods, and machinery and medical equipments.

Based on the loan agreement, GFA has to maintain maximum debt to equity ratio of 5.83 times. As of June 30, 2014 and December 31, 2013, GFA has complied with the required debt ratio.

Loan payments for the current year amounted to Rp3,241,931,494.

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22. Bonds Payable

	June 30, 2014 Rp	December 31, 2013 Rp
Nominal (2014: USD 803,306,000; 2013: USD 653,306,000)	9,614,769,514,000	7,963,146,834,000
Premium - Net	94,100,182,247	104,241,327,497
Bond Issuance Cost - Net	(336,251,898,381)	(319,548,553,605)
Total	9,372,617,797,866	7,747,839,607,892
Premium (net of discount)	118,702,557,499	120,884,407,499
Less: Accumulated Amortization	(24,602,375,252)	(16,643,080,002)
Unamortized Premium	94,100,182,247	104,241,327,497
Bond Issuance Costs	408,635,321,345	367,743,400,091
Less: Accumulated Amortization	(72,383,422,964)	(48,194,846,486)
Unamortized Bond Issuance Cost	336,251,898,381	319,548,553,605

The Company initiated several fund raising by issuing bonds to support the business of the Group.

On March 9, 2006, Lippo Karawaci Finance B.V., a subsidiary, issued unsecured bonds with nominal value of USD 250,000,000 and annual fixed interest rate of 8.875% in Singapore Stock Exchange. The bonds have 5 years maturity period and became due on March 9, 2011. Payments of interest is conducted every 6 months. On May 11, 2010, part of bonds amounting to USD 183,754,000 was exchanged with bonds issued by Sigma Capital Pte. Ltd., a subsidiary. These bonds have been fully paid by the Company on March 9, 2011.

In relation to exchange offer of bonds, on May 11, 2010, Sigma Capital Pte. Ltd. (SC), a subsidiary, issued unsecured bonds with a nominal value of USD 270,608,000, and subsequently, on February 17, 2011, SC issued unsecured bond with a nominal value of USD 125,000,000, both bonds bear an annual fixed interest rate of 9% and are listed on Singapore Stock Exchange and will due on April 30, 2015. Payment of interest will be conducted every 6 months.

On May 16, 2012, Theta Capital Pte. Ltd. (TC), a subsidiary, issued unsecured bonds with nominal value of USD 150,000,000 and subsequently, on October 22, 2012, TC issued unsecured bond with a nominal value of USD 100,000,000 both bonds bear an annual fixed interest rate of 7% and are listed on Singapore Stock Exchange. The bond have 7 years maturity period and will due on May 16, 2019. Payment of interest is conducted every 6 months. As of June 30, 2014 and December 31, 2013 and 2012, accrued interest expense amounted to USD 2,138,889 and USD 2,138,889 (equivalent to Rp25,600,362,441 and Rp26,070,916,558), respectively.

In relation to exchange offer program of bonds, on November 14, 2012, Theta Capital Pte. Ltd., a subsidiary, issued unsecured bonds with nominal value of USD 273,306,000 in exchange with bond of Sigma Capital Pte. Ltd. for a nominal value of USD 253,713,000 and paid USD 22,666,000. This bonds bears an annual fixed interest rate of 6.125% and are listed on Singapore Stock Exchange and will due on November 14, 2020. Payment of interest is conducted every 6 months. As of June 30, 2014 and December 31, 2013, accrued interest expense amounted to USD 2,185,499 and USD 2,185,499 (equivalent to Rp26,158,237,531 and Rp26,639,047,677), respectively.

On January 14, 2013, Theta Capital Pte. Ltd., a subsidiary, issue unsecured bonds with a nominal value of USD 130,000,000 with a fixed interest rate of 6.125% per year and are listed on the Singapore Stock Exchange. The bonds will mature on November 14, 2020 and Payment of interest is conducted every

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6 months. As of June 30, 2014 and December 31, 2013 accrued interest expenses amounted to USD 1,039,549 and USD 1,039,549 (equivalent Rp12,442,361,981 and Rp12,671,058,007).

On April 30, 2013, Sigma Capital Pte Ltd, a subsidiary, had settled the entire balance of the unsecured bond amounting to USD 119,229,000 at a price of 104.5%.

On April 11, 2014, Theta Capital Pte. Ltd., a subsidiary, issue unsecured bonds with a nominal value of USD 150,000,000 with a fixed interest rate of 7% per year and are listed on the Singapore Stock Exchange. The bonds will mature on April 11, 2022 and Payment of interest is conducted every 6 months. As of June 30, 2014 and December 31, 2013 accrued interest expenses amounted to USD 2,304,167 (equivalent Rp27,578,574,823).

Interest and borrowing costs capitalized into inventories amounting to Rp274,732,736,854 and Rp459,290,949,723 for the 6 (six) months period ended June 30, 2014 and for the year ended December 31, 2013 (see Note 6).

These bonds have been rated BB- by Standard & Poor's and Fitch and Ba3 by Moody's.

The Company has to comply with certain restrictions under bond covenants as stipulated in the Offering Circular.

The Company entered into Non-Deliverable USD Call Spread Option facility agreements with certain third parties to hedge foreign exchange fluctuation risk on these foreign currency denominated bonds (see Note 39.d).

23. Long-Term Post-Employment Benefits Liability

Post-Employment Benefit – No Funding Defined Benefit Plan

Group appointed independent actuaries to determine and recognize post-employment liability in accordance with the existing manpower regulations. Post-employment benefits liability as of December 31, 2013 was calculated by PT Mega Jasa Aktuaria with report dated February 17, 2014. The management believes that the estimate of post-employment benefits is sufficient to cover such liabilities.

Post-employment benefits recognized in the consolidated statements of financial position are as follows:

	2013
	Rp
Present Value of Defined Benefit Obligation	181,367,280,459
Unrecognized Actuarial Loss	(1,956,959,473)
Unrecognized Past Service Cost (Non-Vested)	(1,020,541,706)
Obligation from Acquired Subsidiary	5,156,240,000
Adjustment	4,089,584,355
Total	187,635,603,635

The details of post-employment benefits expense recognized in the consolidated statements of comprehensive income are as follows:

	2013
	Rp
Current Service Cost	26,735,963,631
Interest Expense	11,645,304,320
Past Service Cost (Non-Vested)	1,815,608,188
Recognized Actuarial Loss	(4,304,607,224)
Total	35,892,268,915

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Post-employment benefits expense is recorded as part of the cost of salaries and employee benefits (see Notes 34 and 35).

Reconciliation of changes in liabilities recognized in the consolidated statements of financial position is as follow:

	2013
	Rp
Balance on January 1	161,333,982,735
Payment of Employees' Benefits in the Current Year	(13,552,742,005)
Obligation from Acquired Subsidiary	5,156,240,000
Adjustment	(1,194,146,010)
Expense During the Year	35,892,268,915
Balance on December 31,	187,635,603,635

Reconciliation of changes in present value of defined benefit obligation is as follows:

	2013
	Rp
Present Value of Defined Benefit Obligation in January 1,	201,016,264,584
Adjustment of Present Value of Previous Year	(6,927,906,313)
Current Service Cost	26,735,963,631
Interest Expense	11,645,303,320
Benefits Payment	(13,552,742,005)
Unrecognized Actuarial Gain (Loss)	(37,549,602,758)
Present Value of Defined Benefit Obligation in December 31,	181,367,280,459

Total present value of employee benefits liabilities for the current year and four years period earlier, fair value of asset and deficit of the program are as follows:

	2013	2012	2011	2010	2009
	Rp	Rp	Rp	Rp	Rp
Present Value of Defined Benefit Liabilities	181,367,280,459	201,016,264,584	148,435,574,952	119,920,794,970	112,089,553,025
Asset Program	--	--	--	--	--
Total Deficit of Program	181,367,280,459	201,016,264,584	148,435,574,952	119,920,794,970	112,089,553,025

Present value of defined benefit obligation, related current service cost and past service cost has been calculated by independent actuaries using the following assumptions:

	2013
Interest Rates	6%
Salary Increase Projection Rates	8%
Mortality Rates	Indonesia – II
Permanent Disability Rates	10% x TMI – II
Resignation Rates	1% for ages 18 – 44, 0% for ages 45 – 54

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24. Advances from Customers

	June 30, 2014	December 31, 2013
	Rp	Rp
Third Parties		
Apartment	1,544,145,616,496	1,898,052,607,885
Residential Houses and Shophouses	3,181,686,761,526	2,590,061,395,457
Land Lots	259,931,292,757	639,133,672,287
Shopping Centers	195,643,735,169	194,448,584,843
Total	5,181,407,405,948	5,321,696,260,472
Current Portion	2,822,984,084,403	3,076,033,864,066
Non-Current Portion	2,358,423,321,545	2,245,662,396,406

Details of the percentage of advances from customer to sales price are as follows:

	June 30, 2014	December 31, 2013
	Rp	Rp
100%	3,481,440,719,571	3,575,702,238,185
50% - 99%	344,766,528,480	354,101,231,886
20% - 49%	315,679,894,901	377,444,027,682
Below 20%	1,039,520,262,996	1,014,448,762,719
Total	5,181,407,405,948	5,321,696,260,472

25. Deferred Income

	June 30, 2014	December 31, 2013
	Rp	Rp
Related Party		
Rent (see Notes 9 and 39.b)	466,430,601,280	561,270,815,716
Third Parties		
Rent	306,501,578,468	242,487,812,199
Others	26,455,584,537	24,816,595,543
Subtotal	332,957,163,005	267,304,407,742
Total Deferred Income	799,387,764,285	828,575,223,458
Current Portion	132,901,976,892	112,750,964,416
Non-Current Portion	666,485,787,393	715,824,259,042

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26. Deferred Gain on Sale and Leaseback Transaction

	June 30, 2014	December 31, 2013
	Rp	Rp
Acquisition Cost	791,727,059,928	791,727,059,928
Accumulated Depreciation	127,538,766,701	127,538,766,701
Carrying Value	664,188,293,227	664,188,293,227
Proceeds	2,445,894,179,389	2,445,894,179,389
Less: Gain Credited to the Consolidated Comprehensive Income Statement	70,196,779,840	70,196,779,840
Deferred Gain on Sale and Leaseback Transaction	1,711,509,106,322	1,711,509,106,322
Foreign Exchange Translation	148,593,500,359	112,523,813,862
Accumulated Amortization	(535,628,496,431)	(429,935,140,122)
Deferred Gain on Sale and Leaseback - Net	1,324,474,110,250	1,394,097,780,062
Current Portion	124,775,224,524	119,603,248,421
Non-Current Portion	1,199,698,885,726	1,274,494,531,641

Deferred gain on sale and leaseback transactions is amortized over 15 years of lease period using the straight line method (see Note 39.b).

27. Capital Stock

The Company stockholders' composition as of June 30, 2014 and December 31, 2013 is as follows:

Stockholders	Total Shares	Percentage Ownership %	Issued and Fully Paid Rp
Pacific Asia Holdings Ltd	4,126,619,908	18.12	412,661,990,800
Lain-lain (masing-masing kurang dari 5%)	18,644,965,211	81.88	1,864,496,521,100
Subtotal	22,771,585,119	100.00	2,277,158,511,900
Treasury Stocks	306,104,500		30,610,450,000
Total	23,077,689,619		2,307,768,961,900

The following is the reconciliation of the number of outstanding shares at the beginning and end of period:

	2014 (shares)	2013 (shares)
Outstanding shares on January 1	22,771,585,119	22,771,585,119
Treasury Stocks	--	--
Outstanding shares on December 31	22,771,585,119	22,771,585,119

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The details of the acquisition of treasury stock are as follows:

Reporting Period	No. Register Letter to Bapepam - LK	Total Shares	Acquisition Cost (Rp)
2011	005/LK-COS//2012 Dated November 15, 2011	96,229,500	61,577,515,000
2012	175/LK-COS/VII/2012 Dated July 13, 2012	209,875,000	154,946,598,794
Total		306,104,500	216,524,113,794

28. Additional Paid in Capital - Net

	Rp
Paid in Capital Excess of Par - Net	4,043,613,274,615
Difference in Value from Restructuring Transactions between Entities Under Common Control - Net	19,535,347,265
Total	4,063,148,621,880

Paid in Capital Excess of Par - Net

	Rp
Rights Issue I	
Paid in Capital Excess of Par - Net on Stock	87,283,750,000
Stock Issuance Cost	(11,844,180,664)
Subtotal	75,439,569,336
Rights Issue II	
Paid in Capital Excess of Par - Net on Stock on Stock	485,048,197,150
Stock Issuance Cost	(7,442,812,013)
Subtotal	477,605,385,137
Paid in Capital Excess of Par - Net on Stock on Exercising Warrant Series I	659,475,970,000
Excess of Market Value Over Par Value of Stock Issued in Business Combination Exercised under Purchase Method	91,701,282,075
Rights Issue III	
Paid in Capital Excess of Par - Net on Stock on Stock	1,946,492,065,800
Stock Issuance Cost	(18,495,197,733)
Subtotal	1,927,996,868,067
Issuance of Capital Stock - Non-Preemptive Rights Issuance	
Paid in Capital Excess of Par - Net on Stock on Stock	812,000,000,000
Stock Issuance Cost	(605,800,000)
Subtotal	811,394,200,000
Total	4,043,613,274,615

On June 6, 2011, the Company issued new 1,450,000,000 shares through issuance of non-preemptive rights capital stock (see Note 1.b).

The excess of market value over the par value of stock issued during the business combination exercised under purchase method represents the difference between the highest share price reached during the 90 days period prior to the announcement of the business combination and par value of the Company's issued shares.

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Premium on exercising Warrant Series I represents the difference between warrant execution price and par value.

Difference in Value from Restructuring Transactions between Entities Under Common Control - Net

	<u>Rp</u>
Transaction Before Business Combination	
Net Asset Value of PT Saptapersada Jagatnusa	322,884,648
Acquisition Cost	<u>(5,000,000,000)</u>
Difference in Value	<u>(4,677,115,352)</u>
Transaction from Business Combination	
Net Asset Value of Siloam	275,837,221,176
Acquisition Cost	<u>(85,173,967,500)</u>
Difference in Value	190,663,253,676
Realization	<u>(84,027,724,260)</u>
Net	<u>106,635,529,416</u>
	<u>Rp</u>
Net Asset Value of Lippo Land	69,227,950,557
Acquisition Cost	<u>(265,747,071,500)</u>
Difference in Value	<u>(196,519,120,943)</u>
Net Asset Value of Aryaduta	199,314,766,000
Acquisition Cost	<u>(39,637,690,500)</u>
Difference in Value	159,677,075,500
Realization	<u>(45,581,021,356)</u>
Difference in Value, Net of Realization	<u>114,096,054,144</u>
Net	<u>19,535,347,265</u>

Difference in value from the restructuring transaction PT Saptapersada Jagatnusa (SPJN) was incurred during the Company's acquisition of SPJN in 2001.

Difference in value from restructuring transactions between entities under common control from business combination amounting to Rp190,663,253,676, Rp(196,519,120,943) and Rp159,677,075,500, respectively, were incurred from the merger of ex-Siloam (including ex-Sumber Waluyo), ex-Lippo Land, and ex-Aryaduta in 2004. The difference was determined from the difference in net asset value of ex-Siloam (including ex-Sumber Waluyo), ex-Lippo Land, and ex-Aryaduta and the nominal value of new shares issued by the Company.

29. Other Equity Transactions

a. Difference in Transactions with Non-Controlling Interest

On March 13, 2014, PT Kalimaya Pundi Bumi, a subsidiary, disposed its investment at Rp10,400 per share of total 82,500,000 shares in PT Siloam International Hospitals Tbk (SIH) or equivalent to 7.13% of the issued and fully capital stock in SIH. Gain on disposal of investments amounting Rp834,280,276,123 was recorded as gain on disposal of investment in subsidiary.

In 2013, several subsidiaries, acquired ownership of PT Gowa Makassar Tourism Development Tbk (GMTD) of 3,400,000 shares or equivalent to 3.35% of the issued and fully paid shares of GMTD. The excess of acquisition cost over the subsidiaries' net assets amounted to Rp5,645,114,201 was recorded as difference in transactions with non-controlling interest.

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On 2 September 2013, PT Nilam Biru Bersinar, a subsidiary, made disposal on its investment of 5,900,000 shares in PT Siloam International Hospitals Tbk (SIH) or equivalent to 0.59% of the issued and fully capital stock in SIH. Gain on disposal of investments amounting Rp51,469,368,863 was recorded as gain on disposal of investment in subsidiary.

In 2012, LK Reit Management Pte Ltd (LK Reit), a subsidiary, acquired shares of Bowsprit Capital Corporation Ltd. from Battery Road Limited and Golden Decade International Limited, both third parties and therefore, LK Reit ownership increased from 80% to 100%. The excess of acquisition cost over the subsidiaries' net assets amounted to Rp45,889,312,357 was recorded as difference in transactions with non-controlling interest.

In 2012, PT Wisma Jatim Propertindo (WJP), a subsidiary, acquired shares of PT Gapura Sakti Prima (GSP) from Mr Abdul Wahid, a third party, and thus the ownership in GSP increased from 78.60% to 100%. The excess of acquisition cost over the subsidiaries' net assets amounted to Rp7,525,000,000 was recorded as difference in transactions with non-controlling interest.

In 2011, Peninsula Investment Limited (Peninsula), a subsidiary, acquired shares of LMIRT Management Ltd from Mappletree LM Pte. Ltd., a third party, and thus the ownership of Peninsula increased from 60% to 100%. The excess of acquisition cost over the subsidiaries' net assets amounted to Rp177,677,727,750 was recorded as difference in transactions with non-controlling interest.

The following is the calculation of the difference in transactions with non-controlling interest:

	June 30, 2014	December 31, 2013
	Rp	Rp
Shares Acquired from Non Controlling Interest		
Acquisition Cost	(298,683,642,857)	(298,683,642,857)
Net Asset Value of Acquired	82,546,068,559	82,546,068,559
Difference from Foreign Currency Translations	(21,105,562,928)	(21,105,562,928)
Subtotal	<u>(237,243,137,226)</u>	<u>(237,243,137,226)</u>
Shares Disposal to Non Controlling Interest		
Purchase Consideration	911,100,000,000	53,100,000,000
Net Assets Disposed	(25,350,355,194)	(1,630,631,317)
Subtotal	<u>885,749,644,806</u>	<u>51,469,368,683</u>
Total	<u>648,506,507,580</u>	<u>(185,773,768,543)</u>

b. Difference in Equity Changes of Subsidiaries

On September 2, 2013, PT Siloam International Hospitals Tbk (SIH), a subsidiary, issued shares to public through initial public offering of 156,100,000 shares in Indonesia Stock Exchange. On the issuance of such new shares, the ownership of the Group in SIH changed from 100% to 85.99%. Changes in the value of investment before and after the transaction is Rp1,105,101,368,218.

On March 13, 2014, the ownership of the Group in SIH changed from 85.99% to 78.86%. From the disposal of investment, difference in equity changes of subsidiaries changed to Rp1,013,389,404,756.

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30. Cash Dividend and Reserved Fund

Based on Deed of Extraordinary General Meeting of Stockholders No. 10 dated April 23, 2014 which was made in the presence of Sriwi Bawana Nawaksari, S.H. M.Kn., a notary in Tangerang, the Company's stockholders approved the payment of dividend amounting to Rp320 billion and increased the reserved fund amounting to Rp1 billion from retained earnings of 2013.

Based on Deed of Annual General Meeting of Stockholders No. 48 dated April 24, 2013 which was made in the presence of Sriwi Bawana Nawaksari, S.H. M.Kn., a notary in Tangerang, the Company's stockholders approved the payment of dividend amounting to Rp270 billion and increased the reserved fund amounting to Rp1 billion from retained earnings of 2012.

31. Other Comprehensive Income

	June 30, 2014 Rp	December 31, 2013 Rp
Gain on Changes in Fair Value of Available-for-Sale Financial Assets	671,272,648,000	425,998,078,104
Gain from Translations Financial Statements in Foreign Currency	523,974,054,413	552,703,272,840
Total	1,195,246,702,413	978,701,350,944

Gain on Changes in Fair Value of Available-for-Sale Financial Assets

	June 30, 2014 Rp	December 31, 2013 Rp
<u>Investment in FREIT (see Note 5)</u>		
Bridgewater International Ltd	626,692,801,740	375,905,410,056
Bowsprit Capital Corporation Ltd	110,019,194,537	70,913,125,198
PT Menara Tirta Indah	122,280,782,574	70,252,338,760
<u>Investment in LMIRT (see Note 5)</u>		
Bridgewater International Ltd	(206,954,583,188)	(122,570,733,824)
LMIRT Management Ltd	19,234,452,337	31,497,937,914
Gain on Changes in Fair Value of Available-for-Sale Financial Assets	671,272,648,000	425,998,078,104

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32. Non-Controlling Interests

Details of non-controlling interests in the equity of consolidated subsidiaries as of June 30, 2014 and December 31, 2013, are as follows:

	June 30, 2014	December 31, 2013
	Rp	Rp
PT Lippo Cikarang Tbk	1,014,142,256,832	830,079,502,803
PT Siloam International Hospitals Tbk	355,420,299,507	229,028,217,020
PT Gowa Makassar Tourism Development Tbk	164,657,706,786	137,102,308,674
PT Wahana Usaha Makmur	78,760,810,153	61,090,568,186
PT Darma Sarana Nusa Pratama	31,580,180,903	40,565,751,716
PT Pelangi Cahaya Intan Makmur	19,579,694,251	18,908,852,885
PT Metropolitan Permaisemesta	14,612,426,981	13,938,718,173
Others (each below Rp 1 billion)	40,637,012,596	45,984,321,169
Total	1,719,390,388,009	1,376,698,240,626

33. Revenues

	2014 (6 Months)	2013 (6 Months)
	Rp	Rp
Urban Development:		
Land Lots	582,422,067,729	452,232,173,164
Residential Houses and Shophouses	437,876,706,961	318,513,137,504
Memorial Park	81,320,789,156	70,347,825,953
Asset Enhancements	11,860,778,083	13,687,022,908
Others	6,547,446,447	1,961,201,078
Subtotal	1,120,027,788,376	856,741,360,607
Large Scale Integrated Development:		
Apartments	790,320,226,454	447,851,030,341
Asset Enhancements	7,976,422,960	15,870,568,735
Subtotal	798,296,649,414	463,721,599,076
Retail Malls:		
Asset Enhancements	120,330,613,988	83,163,808,445
Shopping Centres	2,939,175,246	4,472,669,001
Subtotal	123,269,789,234	87,636,477,446
Healthcare:		
Inpatient Department		
Medical Support Services and Professional Fees	333,438,553,962	261,464,104,677
Drugs and Medical Supplies	347,546,845,278	292,704,573,091
Hospital Facility	139,695,194,958	95,702,849,980
Administration Fees	36,497,042,321	28,747,328,240
Operating Theater	34,325,088,449	16,231,045,727
Delivery Fees	476,179,860	410,388,153
Others	70,971,872,634	48,236,556,591

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	2014 (6 Months)	2013 (6 Months)
	Rp	Rp
Outpatient Department		
Medical Support Services and Professional Fees	363,774,218,756	278,850,708,836
Drugs and Medical Supplies	186,534,735,247	143,449,286,397
Registration Fees	15,923,851,725	14,565,938,818
Others	38,669,863,017	20,976,382,471
Subtotal	<u>1,567,853,446,207</u>	<u>1,201,339,162,981</u>
Hospitality and Infrastructure:		
Hotels and Restaurants	142,052,340,232	147,822,523,386
Town Management	93,017,614,026	73,348,138,011
Water and Sewage Treatment	62,802,860,429	54,079,759,751
Recreation and Sports	33,511,729,656	31,298,898,344
Others	5,242,482,721	7,889,234,691
Subtotal	<u>336,627,027,064</u>	<u>314,438,554,183</u>
Property and Portfolio Management:		
Management Fees	162,487,525,314	143,432,478,594
Total Revenues	<u>4,108,562,225,609</u>	<u>3,067,309,632,887</u>

Management fees revenue represents revenue of shopping centers from management services and as manager of REIT. Revenue from asset enhancement represents revenue from rental of the Company's assets. There are no sales above 10% of net revenues for each period.

34. Cost of Revenue

	2014 (6 Months)	2013 (6 Months)
	Rp	Rp
Urban Development:		
Land Lots	220,787,036,579	145,177,418,170
Residential Houses and Shophouses	196,679,313,402	176,493,518,046
Memorial Park	14,764,827,777	10,997,711,144
Asset Enhancements	406,160,058	719,224,654
Others	2,968,014,615	662,945,451
Subtotal	<u>435,605,352,431</u>	<u>334,050,817,465</u>
Large Scale Integrated Development:		
Apartments	372,650,649,738	205,499,021,173
Asset Enhancements	1,707,203,302	10,367,561,358
Subtotal	<u>374,357,853,040</u>	<u>215,866,582,531</u>
Retail Malls:		
Asset Enhancements	373,698,531	--
Shopping Centres	1,069,990,654	1,730,378,983
Subtotal	<u>1,443,689,185</u>	<u>1,730,378,983</u>

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	2014 (6 Months) Rp	2013 (6 Months) Rp
Healthcare:		
Inpatient Department		
Professional Fees, Salaries and Employee Benefits	304,466,721,332	248,107,325,912
Drugs and Medical Supplies	221,400,912,223	175,520,814,841
Clinical Supplies	27,514,214,267	34,150,760,923
Depreciation	57,733,267,150	43,283,031,889
Food and Beverages	24,435,627,161	21,487,078,602
Repair and Maintenance	4,815,496,053	3,456,717,669
Others	43,021,959,453	30,492,214,806
Outpatient Department		
Professional Fees, Salaries and Employee Benefits	211,698,443,559	161,511,282,887
Drugs and Medical Supplies	157,760,437,115	114,899,228,572
Clinical Supplies	15,650,119,156	12,148,738,783
Depreciation	32,748,559,696	23,482,214,505
Repair and Maintenance	2,585,021,011	2,179,785,491
Others	32,421,146,909	11,248,784,998
Subtotal	<u>1,136,251,925,085</u>	<u>881,967,979,878</u>
Hospitality and Infrastructure:		
Hotels and Restaurants	52,352,825,191	48,585,438,123
Town Management	72,624,512,042	54,091,251,029
Water and Sewage Treatment	22,469,205,861	19,256,802,214
Recreation and Sports	10,368,822,723	9,172,678,617
Others	6,719,426,934	10,033,632,927
Subtotal	<u>164,534,792,751</u>	<u>141,139,802,910</u>
Property and Portfolio Management:		
Management Fees	74,651,394,011	34,109,786,192
Total Cost of Revenue	<u>2,186,845,006,503</u>	<u>1,608,865,347,959</u>

There are no purchases above 10% of net revenues for each period.

35. Operating Expenses

	2014 (6 Months) Rp	2013 (6 Months) Rp
Selling Expenses		
Marketing and Advertising	83,477,141,955	68,510,491,265
Salaries and Employee Benefits	28,152,686,661	29,445,403,586
Management Fees	23,175,221,672	25,473,894,995
Repairs and Maintenance	12,895,750,990	11,147,255,357
Depreciation (see Notes 11 and 12)	9,340,965,605	9,324,815,611
Transportation and Accommodation	4,864,087,282	3,814,011,906
Electricity and Water	2,580,136,909	2,267,784,984
Rent - Net	1,853,375,748	1,381,344,041
Office Supplies	1,697,933,412	2,996,577,240
Others	3,550,075,851	3,292,345,560
Subtotal	<u>171,587,376,085</u>	<u>157,653,924,545</u>

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	2014 (6 Months) Rp	2013 (6 Months) Rp
<u>General and Administrative Expenses</u>		
Salaries and Employee Benefits	293,790,257,050	229,947,169,726
Rent - Net	47,661,274,806	40,119,099,926
Depreciation (see Note 12)	67,957,320,708	51,653,563,301
Electricity and Water	69,099,507,768	56,598,581,588
Professional Fees	46,169,626,712	24,392,978,390
Transportation and Accommodation	32,622,303,453	33,231,711,026
Repairs and Maintenance	19,446,806,476	18,765,019,237
Office Supplies	20,061,307,962	16,630,250,451
Communication	11,167,309,597	7,303,869,442
Training and Seminar	9,073,444,439	7,977,130,970
Insurance	4,627,042,965	4,351,689,376
Membership and Subscription Fees	4,155,666,612	3,363,725,724
Others	90,249,737,480	35,288,663,535
Subtotal	<u>716,081,606,028</u>	<u>529,623,452,692</u>
Total Operating Expenses	<u>887,668,982,113</u>	<u>687,277,377,237</u>

36. Financial Expense - Net

	2014 (6 Months) Rp	2013 (6 Months) Rp
Interest Income	34,595,110,546	45,399,817,064
Financial Charges	(75,426,538,305)	(52,851,901,504)
Interest Expense	(5,820,164,180)	(3,666,587,559)
Total Financial Income (Expense) - Net	<u>(46,651,591,939)</u>	<u>(11,118,671,999)</u>

Interest income represents interest income from bank accounts, time deposits and restricted funds (see Notes 3 and 8), while interest expense represents interest on loans (see Notes 19, 21 and 22).

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37. Other Income (Expenses) - Net

	2014 (6 Months)	2013 (6 Months)
Other Income		
Dividend Income	77,856,431,733	86,302,838,150
Gain on Foreign Exchange - Net	4,726,657,122	43,186,855,869
Laba atas Penjualan Aset Tetap	190,863,636	53,153,649,960
Others - Net	28,313,347,455	--
Total Other Income	<u>111,087,299,946</u>	<u>182,643,343,979</u>
Other Expenses		
Amortization Expense	31,186,419,116	47,691,139,471
Others - Net	--	49,832,313,147
Total Other Expenses	<u>31,186,419,116</u>	<u>97,523,452,618</u>

Dividend Income

Dividend income represents dividend from LMIR Trust and First REIT by Bridgewater International Ltd., Bowsprit Capital Corporation Ltd., LMIRT Management Ltd. and PT Menara Tirta Indah, all subsidiaries.

38. Basic Earnings Per Share

The calculation of basic earnings per share is as follows:

	2014 (6 Months)	2013 (6 Months)
Profit for the Periods Attributable to Owners of the Parent Company (Rupiah)	672,911,101,492	545,643,233,421
Weighted Average Number of Common Stocks (Share)	22,771,585,119	22,771,585,119
Basic Earnings per Share (Rupiah)	29.55	23.96

39. Commitments

a. Operational and Management Agreement

- On August 20, 2004, the Company entered into an agreement with PT Untaian Rejeki Abadi (URA) whereby the Company will provide technical and marketing services to URA's business property with an area of 10,568 sqm up to May 27, 2034, which can be extended. URA shall pay a certain amount as specified in the agreement.
- On April 9, 2006, PT Lippo Malls Indonesia (LMI), a subsidiary, entered into shopping centers management agreement with their main stockholders to manage, to sell and maintain the shopping centers' facilities. LMI shall receive certain management service fee as stipulated in the agreement. Total management fee earned for the 6 (six) months period ended June 30, 2014 and 2013 amounted to Rp40.7 billion and Rp27.7 billion, respectively.
- LMIRT Management Ltd (LMIR TM), a subsidiary, entered into an agreement with HSBC Institutional Trust Services (Singapore) Limited, as a trustee of Lippo-Malls Indonesia Retail Trust (LMIR Trust) effective from the listing date of LMIR Trust (November 14, 2007). Based on the agreement, LMIR TM will provide management services to LMIR Trust, among others, investment strategic and investment as well as divestment recommendations. For such services, LMIR TM shall receive certain compensation as stated in the agreement.

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- Group entered into several agreements with contractors for the development of their projects. As of June 30, 2014 and December 31, 2013 total outstanding commitment amounted to Rp2,304 billion and Rp969 billion, respectively. Several of unrealized significant contracts as of June 30, 2014 are as follows:

Subsidiaries	Contractor	Contract Value	Unrealized Contract Value
		(Rp billion)	(Rp billion)
PT Mandiri Cipta Gemilang	PT Utama Karya (Persero)	459	42
PT Lippo Cikarang Tbk	Trilogi Surya Wisesa	350	66
PT Mandiri Cipta Gemilang	PT Pembangunan Perumahan (Persero) Tbk	324	43
PT Lippo Cikarang Tbk	Lampiri-TSW jo	220	9
PT Almaron Perkasa	PT Pembangunan Perumahan (Persero) Tbk	133	10
PT Mulia Sentosa Dinamika	PT Djasa Ubersakti	98	6

b. Rental Agreements

- Based on Deed of Lease Agreement No. 6 dated November 12, 2008 which was made in the presence of Julijanti Sundjaja, S.H., a notary in Tangerang, PT Mandiri Cipta Gemilang (MCG), a subsidiary, entered into a lease agreement with PT Matahari Putra Prima Tbk (MPPA) for a period of 20 years starting from the opening date of St. Moritz with a total rental income of Rp324,259,600,000.

Based on the amendment of the lease agreement on December 2010, due to the delay of the handover of the store until June 2013, MCG has to pay compensation for additional 5 year lease term and promotion allowance for the opening of the store amounting to Rp9.700.000.000. On June 19, 2014, Store has already in operation.

- Based on Deeds of Sale and Purchase Agreements Nos. 233, 234, 235, 236, 237, 238, 239, 240, 241, 242, 243, 244, 245, 246, 247, 248, 249, 250, 251, 252, 253 and 254 dated December 11, 2006, all of which were made in the presence of Unita Christina, S.H., a notary in Tangerang, Deeds of Sale and Purchase Agreements Nos. 135, 136, 137, 138, 139, 140, 141, 142 and 143 dated December 11, 2006, all of which were made in the presence of Rusdi Muljono, S.H., a notary in Surabaya; and Deed of Sale and Purchase Agreement No. 41 dated December 11, 2006, which was made in the presence of Wenda Taurusita Amidjaja, S.H., a notary in Jakarta, the Company and PT Prudential Hotel Development, a subsidiary, transferred the land and building of their 3 hospitals and 1 hotel to PT Karya Sentra Sejahtera (KSS), PT Graha Indah Pratama (GIP), PT Tata Prima Indah (TPI) and PT Sentra Dinamika Perkasa (SDP) which are owned 100% directly by Lovage International Pte. Ltd., Henley Investments Pte. Ltd., Primerich Investment Pte. Ltd. and Got Pte. Ltd., whereas those Companies were owned by First Real Estate Investment Trust (First REIT). Based on rental agreement of Allen & Gledhill Advocates & Solicitors dated October 23, 2006, the Company entered into rental and management agreement of certain assets which have been transferred aforesaid, with KSS, GIP, TPI and SDP for 15 years. According to the agreement, the Company shall pay certain amount as stipulated in the agreement.

Sale and lease-back transaction above meets the classification of operating lease and the transaction price is above its fair value, then the difference is recognized as deferred gain (see Note 26).

Rental expense of sale and lease-back transaction for the 6 (six) months period ended June 30, 2014 and 2013 amounted to Rp80,624,796,276 and Rp78,612,777,405, respectively.

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- On December 31, 2010, based on Deed of Sale and Purchase Agreement No. 146/2010, PT East Jakarta Medika (EJM), a subsidiary, sold the land and building of Siloam Cikarang Hospital (the Property) to PT Graha Pilar Sejahtera (GPS), a wholly owned subsidiary of First Real Estate Investment Trust (First REIT) at the selling price of SGD 33,333,333 and leased back the Property.

Based on the rental agreement of Allen & Gledhill Advocates & Solicitors dated November 8, 2010, EJM, which received novation from the Company on October 10, 2011, entered into a lease agreement with GPS for 15 years. Based on the agreement, EJM shall pay rental fee which consist base rent and variable rent. Base rent was determined in the first year and will be adjusted subsequently, while variable rent will be commenced in the second year based on certain percentage of gross revenue. Rental expense will be paid quarterly. Any late payment will be subject to 2% penalty plus average lending rate of 3 banks in Singapore.

As this sale and leaseback transaction met the classification of operating lease and the transaction price was above its fair value, the difference was recognized as deferred gain (see Note 26).

Rental expense of sale and lease-back transaction for the 6 (six) months period ended June 30, 2014 and 2013 amounted to Rp16,328,955,079 and Rp11,809,375,851, respectively.

- Based on the rental agreement of Allen & Gledhill Advocates & Solicitors dated November 8, 2010, the Company entered into a lease agreement with PT Primatama Cemerlang (PC), the owner of land and building of "Mochtar Riady Comprehensive Cancer Centre" for 15 years. PC is wholly owned by First REIT. The Company shall pay certain amount as stipulated in the agreement.

Rental expense for the 6 (six) months period ended June 30, 2014 and 2013 amounted to Rp66,984,315,915 and Rp63,951,760,843, respectively.

- On January 7, 2012, PT Siloam International Hospitals Tbk (SIH) entered into a lease agreement of building of Siloam Hospital Palembang (Siloam Sriwijaya) with PT Palembangparagon Mall (PM). This agreement is valid for 10 years since the grand opening of the hospital and include a rental free period (grace period) for 3 (three) months after the grand opening of the hospital.

Based on the agreement, Siloam Sriwijaya shall pay a rental fee amounted to Rp3 billion and increase by Rp500 million in every three years, which will be paid in advance for each period, not later than 10 (ten) day of 1 (first) month of lease period.

On October 5, 2012, PM entered into transfer of property ownership agreement with PT Karya Pratama Bisma, thus, Siloam Sriwijaya accept the novation of lease ownership. This Agreement does not change the terms of the previous lease agreement. Rental expense for the 6 (six) months period ended June 30, 2014 and 2013 amounted to Rp1,650,000,000 and nil, respectively.

- Based on the rental agreement of Allen & Gledhill Advocates & Solicitors dated September 21, 2012, the Company entered into a lease agreement with PT Menara Abadi Megah (MAM), the owner of land and building of "Hotel Aryaduta and Rumah Sakit Siloam Manado" for 15 years. The Company shall pay certain amount as stipulated in the agreement.

Rental expense for the 6 (six) months period ended June 30, 2014 and 2013 amounted to Rp29,126,594,202 and Rp29,126,594,204, respectively.

- Based on the Deed of Sale and Purchase Agreement No. 091/2012, dated November 30, 2012, made in the presences of Maria Josefina Grace Kawi Tandiari S.H., a Notary in Makassar, PT Siloam Karya Sejahtera (SKS), a subsidiary, sold the land and buildings Siloam Hospitals Makassar (the property) to PT Bayutama Sukses (BS), where BS is a subsidiary owned 100% by First Real Estate Investment Trust (First REIT). The selling price of the property amounted to Rp467,287,558,000 and the property is leased back.

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Based on the rental agreement of Allen & Gledhill Advocates & Solicitors dated September 21, 2012, the Company entered into a lease agreement for 15 years. The Company shall pay certain amount as stipulated in the agreement.

Sale and lease-back transaction above meets the classification of an operating lease and the transaction price is above its fair value, then the difference is recognized as deferred gain (see Note 26).

Rental expense of sale and lease-back transaction above for the 6 (six) months period ended June 30, 2014 and 2013 amounted to Rp19,937,847,222 and Rp19,937,847,223, respectively.

- Based on Deed of Sale and Purchase Agreement Nos. 25/2013, 26/2013, 27/2013, 28/2013, 29/2013, 30/2013, and 31/2013 which are all dated May 13, 2013, made in the presence of Ambo Enre, S.H., a notary in Badung, PT Buana Mandiri Selaras (BMS), a subsidiary, sold the land and buildings of Siloam Hospitals Bali (the property) to PT Dasa Graha Jaya (DGJ), where DGJ is a subsidiary owned 100% by the First Real Estate Investment Trust (First REIT). The selling price of the property amounted to Rp731,641,420,610 and the property is leased back.

Based on lease agreement made by Allen & Gledhill Advocates & Solicitors dated March 26, 2013, the Company entered into a lease agreement for 15 years. The Company will pay a certain amount as stipulated in the agreement.

Sale and lease back transaction above meets the classification of operating lease and the transaction price is above its fair value, then the difference is recognized as deferred gain (see Note 26).

Rental expense of sale and lease-back transaction for the 6 (six) months period ended June 30, 2014 and 2013 amounted to Rp37,655,049,689 and 9,956,571,429, respectively.

- Based on lease agreement made by Allen & Gledhill Advocates & Solicitors dated March 26, 2013, The Company entered into a lease agreement with PT Perisai Dunia Sejahtera (PDS), the owner of the land and buildings of "TB Simatupang Siloam Hospitals" for 15 years. The Company will pay a certain amount as stipulated in the agreement.

Rental expense of sale and lease-back transaction above for the 6 (six) months period ended June 30, 2014 and 2013 amounted to Rp36,001,844,720 and Rp7,738,714,286, respectively.

c. Master Agreement between PT Siloam International Hospitals Tbk (SIH), a subsidiary, with PT Metropolis Propertindo Utama (MPU)

On April 30, 2013, SIH entered into a preliminary agreement with MPU which include:

- Sale and purchase of shares of Siloam Hospitals Malang, Siloam Hospitals Salemba, Siloam Hospitals Palembang, Siloam Hospitals Medan and Siloam Hospitals Surabaya Sea Master;
- Right to build properties that will be used as Siloam Hospitals Padang, Siloam Hospitals Bangka Belitung, Siloam Hospitals Semarang Sronol, Siloam Hospitals Bogor Internusa, Siloam Hospitals Jember, Siloam Hospitals Bluemall Bekasi, Siloam Hospitals Bekasi Grand Mall, Siloam Hospitals MT Haryono, Siloam Hospitals Salemba, Siloam Hospitals Lampung and Siloam Hospitals Kupang;
- The right to operate and manage Siloam Hospitals Kupang;
- Property lease agreement that will be used as Siloam Hospitals Surabaya Sea Master, Siloam Hospitals Pluit and Siloam Hospitals Cempaka Putih; and
- The agreement to offer certain property to be operated as Siloam Hospitals Purwakarta, Siloam Hospitals Ambon, Siloam Hospitals Lubuk Linggau, Siloam Hospitals Manado Kairagi, Siloam Hospitals Serang and Siloam Hospitals Pekanbaru.

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d. Hedging Facility Agreements on Bonds denominated of U.S. Dollar

- On July 5 and September 2, 2010, the Company entered into Non-Deliverable USD Call Spread Option facilities with Morgan Stanley & Co amounting to USD 50,000,000 with spread between Rp 8,500; Rp 9,000 and Rp12,000 and USD 4,600,000 with spread between Rp8,000; Rp9,000 and Rp11,500 with an annual premium rate of 1.78% and 2%, respectively, from notional amount. On January 30, 2013, the Company terminate (unwind) this facility.
- On April 5, 2011, the Company entered into Non-Deliverable USD Call Spread Option facility with Morgan Stanley & Co amounting to USD 40,000,000 with spread between Rp8,500; Rp9,200 and Rp11,500 with an annual premium rate of 1.95% from notional amount. On January 30, 2013, the Company terminate (unwind) this facility.
- On May 29, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with Morgan Stanley & Co, amounting to USD 50,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.26% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of June 30, 2014, the fair value of this facility amounted to USD 6,282,281.50 (equivalent Rp 75,192,627,272).
- On May 29, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with Deutsche Bank, Singapore branch, amounting to USD 50,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.26% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of June 30, 2014, the fair value of this facility amounted to USD 6,036,340.85 (equivalent Rp72,248,963,607).
- On June 5, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with J.P Morgan (S.E.A) Limited, Singapore branch, amounting to USD 25,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.18% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of June 30, 2014, the fair value of this facility amounted to USD 2,905,447.63 (equivalent Rp34,775,302,624).
- On June 26, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with Nomura International plc, United Kingdom branch, amounting to USD 25,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.125% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of June 30, 2014, the fair value of this facility amounted to USD 3,074,531.82 (equivalent Rp36,799,071,393).
- On October 29, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with BNP Paribas, Singapore branch, amounting to USD 115,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 0.69% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on November 16, 2020. As of June 30, 2014, the fair value of this facility amounted to USD 13,013,689.51 (equivalent Rp 155,760,849,726).
- On October 29, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with J.P Morgan (S.E.A) Limited, Singapore branch, amounting to USD 140,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 0.69% from notional amount. Premium will be paid every May 14 and November 14. This facility will due on November 14, 2020. As of June 30, 2014, the fair value of this facility amounted to USD 15,265,220.53 (equivalent Rp182,709,424,466).
- On November 8, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with Morgan Stanley & Co, United Kingdom branch, amounting to USD 21,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 0.685% from notional amount.

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Premium will be paid every May 14 and November 14. This facility will due on November 14, 2020. As of June 30, 2014, the fair value of this facility amounted to USD 2,543,818.88 (equivalent Rp30,446,968,211).

- On January 15, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Morgan Stanley & Co, United Kingdom branch, amounting to USD 97,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 0.525% from notional amount. Premium will be paid every May 14 and November 14. This facility will due on November 14, 2020. As of June 30, 2014, the fair value of this facility amounted to USD 12,549,726.13 (equivalent Rp150,207,672,015).
- On January 25, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Nomura International plc, United Kingdom branch, amounting to USD 50,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.440% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of June 30, 2014, the fair value of this facility amounted to USD 5,503,469.44 (equivalent Rp65,871,025,668).
- On January 25, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with BNP Paribas, Singapore branch, amounting to USD 30,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.075% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on November 16, 2020. As of June 30, 2014, the fair value of this facility amounted to USD 2,799,295.73 (equivalent Rp33,504,770,611).
- On January 28, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with J.P Morgan (S.E.A) Limited, Singapore branch, amounting to USD 25,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.429% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of June 30, 2014, the fair value of this facility amounted to USD 2,650,284.20 (equivalent Rp31,721,251,572).
- On January 28, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Deutsche Bank, Singapore branch, amounting to USD 25,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.450% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of June 30, 2014, the fair value of this facility amounted to USD 2,823,467.41 (equivalent Rp33,794,081,403).
- On September 26, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Deutsche Bank, Singapore branch, amounting to USD 50,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.83% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of June 30, 2014, the fair value of this derivative instruments amounted to USD 2,136,639.31 (equivalent Rp25,573,435,855).
- On September 26, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with BNP Paribas Singapore branch, amounting to USD 100,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.80% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of June 30, 2014, the fair value of this derivative instruments amounted to USD 3,740,407.20 (equivalent Rp44,768,933,770).
- On September 26, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Nomura International plc, British branch, amounting to USD 50,000,000 for spread between

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Rp11,500 and Rp12,500 with an annual premium rate between 0.83% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of June 30, 2014, the fair value of this derivative instruments amounted to USD 2,054,659.09 (equivalent Rp24,592,214,634).

- On September 27, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with J.P Morgan (S.E.A) Limited, Singapore branch, amounting to USD 50,000,000 for spread option between Rp11,500 and Rp12,500 with an annual premium rate between 0.83% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of June 30, 2014, the fair value of this derivative instruments amounted to USD 1,890,698.65 (equivalent Rp 22,629,772,191).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Deutsche Bank, Singapore branch, amounting to USD 75,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.70% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on Nopember 16, 2020. As of June 30, 2014, the fair value of this derivative instruments amounted to USD 2,582,811.60 (equivalent Rp30,913,672,029).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with BNP Paribas Singapore branch, amounting to USD 63,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.695% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on Nopember 16, 2020. As of June 30, 2014, the fair value of this derivative instruments amounted to USD 1,828,759.99 (equivalent Rp21,888,428,378).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Nomura International plc, British branch, amounting to USD 75,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.70% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on Nopember 16, 2020. As of June 30, 2014, the fair value of this derivative instruments amounted to USD 2,853,330.56 (equivalent Rp34,151,513,457).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with J.P Morgan (S.E.A) Limited, Singapore branch, amounting to USD 140,000,000 for spread option between Rp11,500 and Rp12,500 with an annual premium rate between 0.695% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on Nopember 16, 2020. As of June 30, 2014, the fair value of this derivative instruments amounted to USD 4,063,911.10 (equivalent Rp48,640,951,951).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Morgan Stanley & Co International Plc, British branch, amounting to USD 50,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.700% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on Nopember 16, 2020. As of June 30, 2014, the fair value of this derivative instruments amounted to USD 1,258,127.61 (equivalent Rp15,058,529,380).
- On April 24, 2014, the Company entered into Non-Deliverable USD Call Spread Option facility with Nomura International plc, British branch, amounting to USD 50,000,000 for spread between Rp11,500 and Rp13,500 with an annual premium rate between 1.250% from notional amount. Premium will be paid every April 11 and October 11. This facility will due on April 11, 2022. As of June 30, 2014, the fair value of this derivative instruments amounted to USD 1,520,105.55 (equivalent Rp18,194,143,286).

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- On May 5, 2014, the Company entered into Non-Deliverable USD Call Spread Option facility with BNP Paribas, Singapore branch, amounting to USD 50,000,000 for spread between Rp11,500 and Rp13,500 with an annual premium rate between 1.250% from notional amount. Premium will be paid every April 11 and October 11. This facility will due on April 11, 2022. As of June 30, 2014, the fair value of this derivative instruments amounted to USD 1,695,920.59 (equivalent Rp20,298,473,533).
- On May 5, 2014, the Company entered into Non-Deliverable USD Call Spread Option facility with Deutsche Bank, Singapore branch, amounting to USD 50,000,000 for spread between Rp11,500 and Rp13,500 with an annual premium rate between 1.330% from notional amount. Premium will be paid every April 11 and October 11. This facility will due on April 11, 2022. As of June 30, 2014, the fair value of this derivative instruments amounted to USD 1,739,874.35 (equivalent Rp20,824,556,095).

e. Bank Loan Facility Agreement

- Based on Deed of Loan Agreement No. 86 dated October 20, 2010 made in the presence of Mellyani Noor Shandra, S.H., a notary in Jakarta, and has been renewed several times and the latest on December 31, 2013 through the extension of credit agreement No: 144/ICBC-MK/PTD1/X/2011/P3 . PT Lippo Cikarang Tbk, a subsidiary, obtained Fixed Loan facility on Demand from PT Bank ICBC Indonesia amounted maximum of Rp30,000,000,000 at the rate of 11.5% per year. This loan can be used for working capital purposes and will mature on October 25, 2014.

Loans secured by collateral of a piece land of 38,901 sqm, with the Land Right (HGB) No. 178/Sukaresmi registered under the name of PT Waska Sentana, a subsidiary.

- Based on Deed of Loan Agreement No. 85 dated October 25, 2012 made in the presence of Mellyani Noor Shandra, S.H., a notary in Jakarta, through the extension of credit agreement No: 143/ICBC-MK/PTD/X/2011/P3. The Company obtained Fixed Loan facility on Demand from PT Bank ICBC Indonesia amounted maximum of Rp70,000,000,000 at the rate of 11.5% per year. This loan can be used for working capital purposes and will mature on October 25, 2014.
- Based on Deed of Loan Agreement No. 34 date October 30, 2006 and No. 44 date March 29, 2007 made in the presence of H. Zamri, S.H., a notary in Jakarta, through the extension of credit agreement Nos: (7) 44 and (8) 34, date November 27, 2013, the Company obtained Working Capital Loan from PT Bank Negara Indonesia (Persero) Tbk amounted maximum of Rp20,000,000,000 and Rp250,000,000,000 at the rate of 10.75% and 10.75% per year, respectively. This loan will mature on June 12, 2014.

The loan is secured by vacant land of 21,940 sqm in Lippo Village Housing, Jl. Boulevard Jend. Sudirman, Kelapa Dua village, Curug Subdistrict, Tangerang District, Banten Province, with the following details:

1. SHGB No. 3695 for land of 340 sqm dated on January 9, 1998 (certificate will mature on January 9, 2028), in the name of the Company.
2. SHGB No. 2866 for land of 15,235 sqm dated on April 4, 1997 (certificate will mature on September 24, 2022), in the name of the Company.
3. SHGB No. 4028 for land of 6,365 sqm dated on August 6, 1998 (certificate will mature on August 6, 2028), in the name of the Company.

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41. Monetary Asset and Liabilities Denominated in Foreign Currencies

	June 30, 2014					Equivalent in Rupiah
	Foreign Currencies					
	USD	JPY	SGD	EUR	AUD	
Assets						
Cash and Cash Equivalents	90,505,097	113,800	23,170,577	421,617	6,376	1,312,270,669,885
Trade Accounts Receivable	3,351,652	--	4,403,336	--	--	82,313,091,676
Other Current Financial Assets	49,950	--	5,897,589	--	--	57,114,440,184
Total Assets	93,906,699	113,800	33,471,502	421,617	6,376	1,451,698,201,745
Liabilities						
Trade Accounts Payable	--	--	123,769	--	--	1,186,078,327
Accrued Expenses	4,080,982	--	533,576	--	--	53,958,532,366
Bonds Payable	803,306,000	--	--	--	--	9,614,769,514,000
Total Liabilities	807,386,982	--	657,345	--	--	9,669,914,124,693
Net Assets (Liabilities)	(713,480,283)	113,800	32,814,157	421,617	6,376	(8,218,215,922,948)
December 31, 2013						
	Foreign Currencies					Equivalent in Rupiah
	USD	JPY	SGD	EUR	AUD	
Assets						
Cash and Cash Equivalents	12,863,184	113,800	22,610,315	23,173	168,145	376,713,194,300
Trade Accounts Receivable	3,381,652	--	5,704,505	--	--	96,141,930,368
Other Current Financial Assets	49,950	--	5,813,685	--	--	56,582,999,730
Total Assets	16,294,786	113,800	34,128,505	23,173	168,145	529,438,124,398
Liabilities						
Trade Accounts Payable	--	--	3,516,878	--	--	33,860,501,384
Accrued Expenses	1,373,082	--	780,424	--	--	24,250,418,770
Bonds Payable	653,306,000	--	--	--	--	7,963,146,834,000
Total Liabilities	654,679,082	--	4,297,302	--	--	8,021,257,754,154
Net Assets (Liabilities)	(638,384,296)	113,800	29,831,203	23,173	168,145	(7,491,819,629,756)

In relation with liability balances denominated in foreign currencies, the Company has entered into several contracts derivatives with other parties to manage the risk of foreign currency exchange rates (see Note 39.d).

42. Contingencies

- On March 27, 2009, dr Doro Soendoro, dr Liem Kian Hong and dr Hardi Susanto as the plaintiffs filed a lawsuit to the Company as defendant regarding the termination of plaintiff's work contract. All claims were declined through decision of District Court Jakarta Barat No. 147/Pdt.G/2009/PN.JKT.BAR dated July 23, 2009 however, the plaintiff's claim is granted through the decision of the High Court of Jakarta No.626/PDT/2009/PT.DKI date June 29, 2010.

On September 24, 2010, the plaintiffs filed an appeal against the decision to the Supreme Court (SC). Then based on the contents of the Decision Notice Relas Supreme Court of Cassation No. 410.K/Pdt/2011.jo No.147/Pdt.G/2009/PN.Jkt.Bar date August 20, 2013, SC revoked the decision of District Court Jakarta Barat No.626/PDT/2009/PT.DKI and that Jakarta Barat District Court has no authority to prosecute and punish the plaintiff to pay the court costs of Rp 500,000.

As of the report date, SIH does not obtain any further information regarding remedy of this legal lawsuit.

- On July 9, 2009, Alfonsus Budi Susanto, SE, MA, the plaintiff, filed a lawsuit to the Company as first

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defendant and four other defendants in connection with malpractice suffered by plaintiff. All claims were declined through decision of District Court Jakarta Utara No. 237/Pdt.G/2009/PN.Jkt.Ut dated March 11, 2010 and was upheld on May 18, 2011, through the decision of the High Court of Jakarta No. 548/PDT/2010/PT.DKI.

On February 23, 2012, the plaintiffs filed an appeal against the decision of the High Court to the Supreme Court. Until the reporting date, this case is still in process.

- On October 1, 2012, Wahyu Indrawan, the plaintiff, filed a lawsuit No. 71/Pdt.G/2012/PN.JBI to PT Golden First Atlanta (GFA), a subsidiary, as first defendant and two other defendants in connection with malpractice suffered by plaintiff's spouse.

All claims were declined through decision of District Court Jambi No. 71/Pdt.G/2012/PN.JBI date July 23, 2013 and was upheld on December 18, 2013, through the decision of the High Court of Jambi No. 63/PDT/2013/PT.JBI.

On February 5, 2014, the plaintiff filed appeal to the Supreme Court.

- Based on the Legal Case Register No. 254, PT Gowa Makassar Tourism Development Tbk (GMTD), a subsidiary, is a defendant and defendant I on land area of 59,992 sqm, located in Tanjung Maccini Sombala. Until the reporting date, the case is still under appeal at the Supreme Court of the Republic of Indonesia.
- Based on the Legal Case Register No. 126, GMTD, a subsidiary, is a litigant on a land area of 60,000 sqm, located in Tanjung Merdeka and Maccini Sombala, respectively. Until the reporting date, each case is still under appeal at the Supreme Court of the Republic of Indonesia.
- Based on the Legal Case Register No. 219, GMTD, a subsidiary, is defendant II on land area of 600 sqm, located in Maccini Sombala. Until the reporting date, each case is still under appeal at the Supreme Court of the Republic of Indonesia.
- Based on the Legal Case Register Nos. 228, 312 and 339, GMTD, a subsidiary, is a defendant on a land area of 43,134 sqm, located in Tanjung Merdeka. Up to the reporting date, case No. 339 is still under appeal at the Supreme Court of the Republic of Indonesia and case Nos. 228 and 312 is in the process of court.
- Based on the Legal Case Register Nos. 163 and 318, GMTD, a subsidiary, is a defendant on a land area of 59,996 sqm and 10,000 sqm, located in Maccini Sombala and Parambungan, respectively. Up to the reporting date, case No. 163 is still under appeal at the Supreme Court of the Republic of Indonesia and case No. 318 is in the process of court.
- Based on the Legal Case Register Nos. 218, GMTD, a subsidiary, is a litigant on a land area of 21,023 sqm, located in Lette Village. Until the reporting date, the case is still under appeal at the Supreme Court of the Republic of Indonesia.
- Based on the Legal Case Register Nos. 144 and 145, GMTD, a subsidiary, is a defendant on a land area of 36,600 sqm located in Barombong. Until the reporting date, each case is in the process of court.
- Based on the Legal Case Register Nos. 57, 58 and 59 GMTD, a subsidiary, is a defendant on land area of 19,028 sqm, 26,034 sqm and 18,244 sqm, located in Tanjung Merdeka, respectively. Until the reporting date, the case is in the process of court.
- Based on the Legal Case Register No. 12, GMTD, a subsidiary, is a defendant I on a land area of 23,700 sqm located in Tanjung Merdeka. Until the reporting date, the case is in the process of court.

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- Based on the Legal Case Register No. 64, GMTD, a subsidiary, is a defendant on a land area of 10,000 sqm located in Tanjung Merdeka. Until the reporting date, the case is in the process of court.

43. Financial Instruments and Financial Risk Management

The main financial risks faced by the Group are credit risk, foreign exchange rate risk, liquidity risk and price risk. Attention of managing these risks has significantly increased in light of the considerable change and volatility in Indonesian and international markets.

(i) Credit Risk

Credit risk is the risk that the Group will incur a loss arising from their customers, clients or counterparties that fail to discharge their contractual obligations. The Group's financial instruments that potentially contain credit risk are cash and cash equivalent, trade accounts receivable, other accounts receivable and investments. The maximum total credit risks exposure is equal to the amount of the respective accounts.

The Company and Subsidiaries manage and control this credit risk by setting limits on the amount of risk they are willing to accept for respective customers and being more selective in choosing banks and financial institutions that they deal with, which includes choosing only the reputable and creditworthy banks and financial institutions.

The following table analyzes the quality of financial assets based on maturity for each financial assets:

	June 30, 2014					Total Rp
	Not Yet Due Rp	Overdue			Total Rp	
		0 - 90 Days Rp	91 - 180 Days Rp	> 181 Days Rp		
Financial Assets						
Fair value through profit or loss						
Derivative	1,230,566,633,127	--	--	--	--	1,230,566,633,127
Loans and Receivables						
Cash and Cash Equivalents	2,704,093,339,875	--	--	--	--	2,704,093,339,875
Trade Accounts Receivable	380,983,525,456	237,440,912,253	69,028,262,677	226,839,519,962	533,308,694,892	914,292,220,348
Other Current Financial Assets	575,570,558,811	--	--	--	--	575,570,558,811
Due from Related Parties Non-trade	12,326,165,137	--	--	--	--	12,326,165,137
Other Non-Current Financial Assets	490,767,430,948	--	--	--	--	490,767,430,948
Available-for-Sale						
Available-for-Sale Financial Assets	5,368,475,894,869	--	--	--	--	5,368,475,894,869
Total Financial Assets	10,762,783,548,223	237,440,912,253	69,028,262,677	226,839,519,962	533,308,694,892	11,296,092,243,115
	December 31, 2013					
	Not Yet Due Rp	Overdue			Total Rp	Total Rp
		0 - 90 Days Rp	91 - 180 Days Rp	> 181 Days Rp		
Financial Assets						
Fair value through profit or loss						
Derivative	1,089,358,745,423	--	--	--	--	1,089,358,745,423
Loans and Receivables						
Cash and Cash Equivalents	1,855,051,780,961	--	--	--	--	1,855,051,780,961
Trade Accounts Receivable	342,416,433,304	213,404,687,766	62,040,508,116	203,876,478,031	479,321,673,913	821,738,107,217
Other Current Financial Assets	579,151,927,041	--	--	--	--	579,151,927,041
Due from Related Parties Non-trade	9,737,396,584	--	--	--	--	9,737,396,584
Other Non-Current Financial Assets	460,469,077,258	--	--	--	--	460,469,077,258
Available-for-Sale						
Available-for-Sale Financial Assets	5,168,300,838,797	--	--	--	--	5,168,300,838,797
Total Financial Assets	9,504,486,199,368	213,404,687,766	62,040,508,116	203,876,478,031	479,321,673,913	9,983,807,873,281

(ii) Foreign Exchange Rate Risk

Foreign exchange rate risk is the risk that the fair value of future cash flow of a financial instrument will fluctuate because of changes in the foreign exchange rates. The Group's financial instrument that potentially contain foreign exchange rate risk are cash and cash equivalent, investments and loans.

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To manage foreign exchange rate risk, the Company has entered into several derivative agreements with certain third parties.

The following tables show total financial assets and liabilities in foreign currencies as of June 30, 2014 and December 31, 2013:

	June 30, 2014					Equivalent in Rupiah
	Foreign Currencies					
	USD	JPY	SGD	EUR	AUD	
Assets						
Cash and Cash Equivalents	90,505,097	113,800	23,170,577	421,617	6,376	1,312,270,669,885
Trade Accounts Receivable	3,351,652	-	4,403,336	-	-	82,313,091,676
Other Current Financial Assets	86,015,621	-	569,811,667	-	-	6,490,026,166,141
Other Non-Current Financial Assets	49,950	-	5,897,589	-	-	57,114,440,184
Total Assets	179,922,320	113,800	603,283,169	421,617	6,376	7,941,724,367,886
Liabilities						
Trade Accounts Payable	--	--	123,769	--	--	1,186,078,327
Accrued Expenses	4,080,982	--	533,576	--	--	53,958,532,366
Bonds Payable	803,306,000	--	--	--	--	9,614,769,514,000
Total Liabilities	807,386,982	--	657,345	--	--	9,669,914,124,693
Net Assets (Liabilities)	(627,464,662)	113,800	602,625,824	421,617	6,376	(1,728,189,756,807)
	December 31, 2013					
	Foreign Currencies					Equivalent in
	USD	JPY	SGD	EUR	AUD	Rupiah
Assets						
Cash and Cash Equivalents	12,863,184	113,800	22,610,315	23,173	168,145	376,713,194,300
Trade Accounts Receivable	3,381,652	--	5,704,505	--	--	96,141,930,368
Other Current Financial Assets	89,372,282	--	542,632,857	--	--	6,313,827,892,494
Other Non-Current Financial Assets	49,950	--	5,813,685	--	--	56,582,999,730
Total Assets	105,667,068	113,800	576,761,362	23,173	168,145	6,843,266,016,892
Liabilities						
Trade Accounts Payable	--	--	3,516,878	--	--	33,860,501,384
Accrued Expenses	1,373,082	--	780,424	--	--	24,250,418,770
Bonds Payable	653,306,000	--	--	--	--	7,963,146,834,000
Total Liabilities	654,679,082	--	4,297,302	--	--	8,021,257,754,154
Net Assets (Liabilities)	(549,012,014)	113,800	572,464,060	23,173	168,145	(1,177,991,737,262)

Sensitivity analysis

A hypothetical 10% decrease in the exchange rate of the Rupiah against the USD currency would decrease profit before tax by Rp200,700,276,516 (2013: Rp43,840,784,437).

A hypothetical 10% decrease in the exchange rate of the Rupiah against the SGD currency would increase profit before tax by Rp23,613,374,605 (2013: Rp31,383,402,097).

The analysis above is based on assumption that Rupiah weakened or strengthened against all of the currencies in the same direction and magnitude, but it may not be necessarily true in reality. The analysis is not determine impact of the effectivity of derivative financial instruments of a hedge.

(iii) **Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group did not have interest rate risk mainly because it does not have a loan with a floating interest rate.

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(iv) Liquidity Risk

Liquidity risk is a risk when the cash flow position of the Group indicates that the short-term revenue is not enough to cover the short-term expenditure.

The Group manage this liquidity risk by maintaining an adequate level of cash and cash equivalent to cover Group's commitment in normal operation and regularly evaluates the projected and actual cash flow, as well as maturity date schedule of their financial assets and liabilities.

The following table analyzes the breakdown of financial liabilities based on maturity:

	June 30, 2014				
	Will Due On			Maturity not Determined	Total
	Less Than 1 Year	1 - 5 Years	More than 5 Years		
	Rp	Rp	Rp	Rp	Rp
Measured at amortized cost					
Trade Accounts Payable - Third Parties	381,268,560,006	--	--	--	381,268,560,006
Accrued Expenses	642,494,196,939	--	--	--	642,494,196,939
Short-Term Post-Employment Benefits Liability	9,486,364,146	--	--	--	9,486,364,146
Other Current Financial Liabilities	--	--	--	568,820,011,467	568,820,011,467
Short-Term Bank Loan	4,856,761,606	--	--	--	4,856,761,606
Long-Term Bank Loan	12,104,808,997	36,828,141,286	--	--	48,932,950,283
Due to Related Parties Non-trade	--	--	--	3,828,412,119	3,828,412,119
Bonds Payable	--	--	9,372,617,797,866	--	9,372,617,797,866
Other Long-Term Financial Liabilities	--	--	--	59,158,638,704	59,158,638,704
Total	1,050,210,691,694	36,828,141,286	9,372,617,797,866	631,807,062,290	11,091,463,693,136
	December 31, 2013				
	Will Due On			Maturity not Determined	Total
	Less Than 1 Year	1 - 5 Years	More than 5 Years		
	Rp	Rp	Rp	Rp	Rp
Measured at amortized cost					
Trade Accounts Payable - Third Parties	397,748,177,608	--	--	--	397,748,177,608
Accrued Expenses	551,608,473,508	--	--	--	551,608,473,508
Short-Term Post-Employment Benefits Liability	13,318,752,901	--	--	--	13,318,752,901
Other Current Financial Liabilities	--	--	--	300,183,744,169	300,183,744,169
Short-Term Bank Loan	4,927,167,196	--	--	--	4,927,167,196
Long-Term Bank Loan	11,792,174,233	42,960,940,232	--	--	54,753,114,465
Due to Related Parties Non-trade	--	--	--	3,828,292,119	3,828,292,119
Bonds Payable	--	--	7,747,839,607,892	--	7,747,839,607,892
Other Long-Term Financial Liabilities	--	--	--	50,996,677,731	50,996,677,731
Total	979,394,745,446	42,960,940,232	7,747,839,607,892	355,008,714,019	9,125,204,007,589

(v) Price Risk

Price risk is a risk of fluctuation in the value of financial instruments as a result of changes in market price. The Group are exposed to price risk because they own an investment classified as AFS financial assets.

The Group manage this risk by regularly evaluating the financial performance and market price of their investment and continuously monitor the global market developments.

Sensitivity analysis

A hypothetical 1% decrease in the AFS price in the market would cut Unrealized Gain on Changes in Fair Value of Available-for-Sale Financial Assets by Rp53,684,758,948 (2013: Rp51,099,718,157).

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Fair Value Estimation

The schedule below presents the carrying amount of the respective categories of financial assets and liabilities :

	June 30, 2014		December 31, 2013	
	Carrying Value Rp	Fair Value Rp	Carrying Value Rp	Fair Value Rp
Financial Assets				
Fair value through profit or loss				
Derivative	1,230,566,633,127	1,230,566,633,127	1,089,358,745,423	1,089,358,745,423
Loans and Receivable				
Cash and Cash Equivalents	2,704,093,339,875	2,704,093,339,875	1,855,051,780,961	1,855,051,780,961
Trade Accounts Receivable	914,292,220,348	914,292,220,348	771,671,659,700	771,671,659,700
Other Current Financial Assets	575,570,558,811	575,570,558,811	579,151,927,041	579,151,927,041
Due from Related Parties Non-trade	12,326,165,137	12,326,165,137	9,737,396,584	9,737,396,584
Other Non-Current Financial Assets	490,767,430,948	490,767,430,948	460,469,077,258	460,469,077,258
Available-for-Sale				
Available-for-Sale Financial Assets	5,368,475,894,869	5,368,475,894,869	5,168,300,838,797	5,168,300,838,797
Total Financial Assets	11,296,092,243,115	11,296,092,243,115	9,933,741,425,764	9,933,741,425,764
Financial Liabilities				
Measured at amortized cost				
Trade Accounts Payable - Third Parties	381,268,560,006	381,268,560,006	397,748,177,608	397,748,177,608
Accrued Expenses	642,494,196,939	642,494,196,939	551,608,473,508	551,608,473,508
Other Current Financial Liabilities	568,820,011,467	568,820,011,467	300,183,744,169	300,183,744,169
Short-Term Post-Employment Benefits Liability	9,486,364,146	9,486,364,146	13,318,752,901	13,318,752,901
Short-Term Bank Loan	4,856,761,606	4,856,761,606	4,927,167,196	4,927,167,196
Due to Related Parties Non-trade	3,828,412,119	3,828,412,119	3,828,292,119	3,828,292,119
Long-Term Bank Loan	48,932,950,283	48,932,950,283	54,753,114,465	54,753,114,465
Bonds Payable	9,372,617,797,866	9,879,552,076,029	7,747,839,607,892	7,640,820,893,622
Other Long-Term Financial Assets	59,158,638,704	54,642,592,257	50,996,677,731	46,480,631,284
Total Financial Liabilities	11,091,463,693,136	11,593,881,924,852	9,125,204,007,589	9,013,669,246,872

As of June 30, 2014 and December 31, 2013, management estimates that the carrying value of short-term financial assets and liabilities and those which maturity not determined have reflect their fair value.

The fair value of derivative instruments and other long-term liabilities are estimated using valuation techniques with unobservable input portion (Level 2). The fair value of investments available for sale and bonds payable was quoted in an active market (Level 1). The following are fair value hierarchy for financial assets at year end were recorded using their fair value.

	June 30, 2014	Level 1	Level 2	Level 3
	Rp	Rp	Rp	Rp
Fair value through profit or loss - Derivative	1,230,566,633,127	--	1,230,566,633,127	--
Available-for-Sale				
Other Current Financial Assets	5,368,475,894,869	5,368,475,894,869	--	--
Other Non-Current Financial Assets	58,329,023,011	--	--	58,329,023,011
	December 31, 2013	Level 1	Level 2	Level 3
	Rp	Rp	Rp	Rp
Fair value through profit or loss - Derivative	1,089,358,745,423	--	1,089,358,745,423	--
Available-for-Sale				
Other Current Financial Assets	5,109,971,815,786	5,109,971,815,786	--	--
Other Non-Current Financial Assets	58,329,023,011	--	--	58,329,023,011

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44. Business Combination

Acquisition of PT Medika Sarana Traliansia (MST)

On December 13, 2013, SIH acquired 80% shares of MST indirectly through PT Koridor Usaha Maju from the third party, in line with the strategic business expansion which support the Group's business activities.

The following table summarises the identifiable assets acquired and the liabilities taken over at the acquisition date of MST:

	<u>Rp</u>
Cash and Cash Equivalents	27,436,090,446
Trade Accounts Receivable	10,435,964,113
Other Current Financial Assets	244,157,342
Inventory	5,242,737,740
Prepaid Taxes	9,666,551,053
Prepaid Expenses	1,799,222,306
Due from Related Parties Non-trade	52,914,861,030
Property and Equipment	167,319,345,979
Other Intangible Assets	77,008,822
Deffered Tax Assets - Net	(682,034,266)
Trade Accounts Payable - Third Parties	(2,612,701,121)
Accrued Expenses	(104,609,273)
Tax Payables	(5,329,854,371)
Deffered Tax Liabilities	(8,220,363,189)
Current Portion of Long-term Debt	(137,832,101,689)
Deffered Income	(189,687,581)
Due to Related Parties Non-trade	(40,620,704,669)
Long-term Debt	(416,164,840)
Net Assets	<u>79,127,717,832</u>
Proportion Acquired	<u>80%</u>
Share of Fair Value of Net Assets	63,302,174,266
Goodwill	126,297,825,734
Total Purchase Consideration	<u>189,600,000,000</u>

Goodwill arising from the acquisition amounted to Rp126,297,825,734 (see Note 13) represents subsidiary business results that support and synergy with the core business of the Group.

Non-controlling interest is measured by the percentage of the non-controlling ownership of the fair value of the net assets of the MST.

The balance of non-controlling interest of this acquisition is Rp15,825,543,566.

Acquisition related expenses are not calculated in this business combination since it is not material but have been charged to the current year statement of comprehensive income.

In connection with the acquisition, the financial statements of MST from the date of acquisition have been consolidated into the financial statements of the Group.

Total revenue and profit before tax of MST since the date of acquisition which is included in the consolidated statement of comprehensive income for the year ended December 31, 2013 amounted to Rp10,345,841,011 and Rp1,776,966,356.

Revenues and profit of MST for the year ended December 31, 2013, the date as if MST had been consolidated from January 1, 2013 amounted to Rp110,929,201,050 and Rp19,093,869,714.

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45. Non-Cash Transactions

The following are investing and financing activities which do not affect cash flows:

- As of June 30, 2014, addition of AFS investment amounted to 2,601,797 units; 685,612 units and 3,155,289 units of First REIT (equivalent to Rp25,345,548,946; Rp6,693,877,758 dan Rp30,708,915,310) in Bridgewater International Ltd, PT Menara Tirta Indah and Bowsprit Capital Corporation Ltd, respectively, and AFS Investment amounted to 6,264,646 unit LMIR Trust (equivalent to Rp22,957,150,187) in LMIRT Management Ltd (see Note 5).
- As of June 30, 2014 and December 31, 2013, addition of property and equipment in subsidiaries through realization of advance on purchase of property and equipment amounted to Rp19,381,359,747 and Rp141,582,484,925 (see Note 12).
- As of June 30, 2014, share issuance costs of SIH, a subsidiary, which is still outstanding amounted to Rp1,334,338,184.

46. Capital Management

	June 30, 2014	December 31, 2013
	Rp	Rp
Net Liabilities:		
Total Liabilities	18,773,409,859,871	17,122,789,125,041
Less: Cash and Cash Equivalents	<u>(2,704,093,339,875)</u>	<u>(1,855,051,780,961)</u>
Net Liabilities	<u>16,069,316,519,996</u>	<u>15,267,737,344,080</u>
Total Equity	15,832,290,218,231	14,177,573,305,225
Less: Other Components of Equity	<u>(4,596,068,350,024)</u>	<u>(3,294,262,538,510)</u>
Adjusted Equity	<u>11,236,221,868,207</u>	<u>10,883,310,766,715</u>
Net Liability Ratio to Adjusted Equity	<u>1.43</u>	<u>1.40</u>

The objective of capital management is to safeguard the Company's ability as a going concern, maximize the returns to stockholders and benefits for other stockholders and to maintain an optimal capital structure to reduce the cost of capital.

The Company regularly reviews and manages the capital structure to ensure that the return to stockholders is optimal, by considering the capital needs in the future and the Company's capital efficiency, profitability in the current period and the future, projected operating cash flows, projected capital expenditures and projected opportunities of strategic investment.

47. New Accounting Standards not Yet Effective for 2013

The following new Interpretations of financial accounting standard (ISAK) are effective on 1 January 2014 to the Group's consolidated financial statements:

- ISAK No. 27 "Transfer of Assets from Customers"
- ISAK No. 28 "Extinguishing Financial Liabilities with Equity Instruments"

In addition, in December 2013, the DSAK-IAI issued a number of new and revised statements of financial accounting standards (PSAK) that will become effective for the annual period beginning of January 2015. Early adoption of these standards is not permitted.

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The new standards are:

- PSAK No. 1 (revised 2013) "Presentation of financial statements"
- PSAK No. 4 (revised 2013) "Separate financial statements"
- PSAK No. 15 (revised 2013) "Investment in associates and joint ventures"
- PSAK No. 24 (revised 2013) "Employee benefits"
- PSAK No. 65 "Consolidated financial statements"
- PSAK No. 66 "Joint arrangements"
- PSAK No. 67 "Disclosure of interests in other entities"
- PSAK No. 68 "Fair value measurement"

As at the authorisation date of this consolidated of financial statements, the Company is still evaluating the potential impact of ISAK, new and revised PSAK.

48. Responsibility and Issuance for the Consolidated Financial Statements

The management of the Company is responsible for the preparation and presentation of the consolidated financial statements. The consolidated financial statements were authorized for issuance by Directors on July 22, 2014.