

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES**

Consolidated Interim Financial Statements

**As of September 30, 2015 (Unaudited), December 31, 2014 and
January 1, 2014/ December 31, 2013 (Audited) and For the Nine Months
Periods Ended September 30, 2015 and 2014 (Unaudited)**



**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES**

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Consolidated Interim Financial Statements

**As of September 30, 2015 (Unaudited), December 31, 2014
and January 1, 2014/ December 31, 2013 (Audited) and
For the Nine Months Periods Ended
September 30, 2015 and 2014 (Unaudited)**

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**DIRECTORS' STATEMENT
ON
THE RESPONSIBILITY FOR PT LIPPO KARAWACI TBK & SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE 9 (NINE) MONTHS ENDED SEPTEMBER 30, 2015**

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, 24 November 2015
PT Lippo Karawaci Tbk


Ketut Budi Wijaya
President Director




Ninik Prajitno
Finance Director

**RSM**

Amir Abadi Jusuf, Aryanto, Mawar & Rekan

Amir Abadi Jusuf, Aryanto, Mawar & Rekan
Registered Public Accountants

This report is originally issued in Indonesia language

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Report on Review of Consolidated Interim Financial Information

The Shareholders, Board of Commissioner, and Director
PT Lippo Karawaci Tbk

Introduction

We have reviewed the accompanying consolidated interim financial statement of PT Lippo Karawaci Tbk ("the Company") and its subsidiaries, which comprise the consolidated interim statement of financial position as of September 30, 2015, and consolidated interim statements of profit or loss and other comprehensive income, statement of changes in equity, and statement of cash flows for the nine months period ended September 30, 2015, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of this consolidated interim financial statement in accordance with Indonesian Financial Accounting Standards. Our responsibility is to express a conclusion on this consolidated interim financial statement based on our review.

Scope of Review

We conducted our review in accordance with Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", established by the Indonesian Institute of Certified Public Accountants ("IAPI"). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing established by IAPI and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

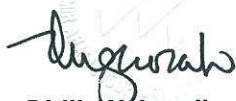
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial statements do not present fairly, in all material respects, the consolidated interim financial position of PT Lippo Karawaci Tbk and its subsidiaries as of September 30, 2015, and their consolidated interim financial performance and cash flows for the nine months period then ended, in accordance with Indonesian Financial Accounting Standards.

This report is originally issued in Indonesia language

Emphasis of matter

As disclosed in Note 3 to the consolidated interim financial statements, the Company and its subsidiaries adopted Statements of Financial Standards which become effective on January 1, 2015 and have been applied retrospectively. Accordingly, the Company has restated the consolidated financial statements for the year ended December 31, 2014 and consolidated statements of financial position as of January 1, 2014/ December 31, 2013 with adjustment of certain accounts to the prior consolidated financial statements. We have audited these adjustments and our opinion is not modified in respect of this matter.

Amir Abadi Jusuf, Aryanto, Mawar & Rekan**Didik Wahyudiyanto**

Public Accountant License Number: AP.0502

Jakarta, November 24, 2015

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES**

CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION

As of September 30, 2015 (Unaudited), December 31, 2014 and
January 1, 2014/ December 31, 2013 (Audited)
(Expressed In Full Rupiah, Unless Otherwise Stated)

ASSETS	Notes	September 30, 2015	December 31, 2014 *)	January 1, 2014/ December 31, 2013 *)
		Rp	Rp	Rp
Current Assets				
Cash and Cash Equivalents	4, 10, 44, 46	1,583,535,723,296	3,529,169,475,504	1,855,051,780,961
Trade Accounts Receivable	5, 46			
Third Parties	44	1,286,674,409,332	947,553,882,292	769,239,450,809
Related Parties	10	8,825,123,799	3,549,747,604	2,432,208,891
Other Current Financial Assets	6, 42.d, 44, 46	9,408,624,325,651	8,111,010,264,150	6,778,482,488,250
Inventories	7	19,147,082,883,980	16,553,035,543,518	13,894,009,358,067
Prepaid Taxes	19.c	733,656,375,546	621,469,444,851	576,053,458,431
Prepaid Expenses	8, 42.b	282,416,562,320	196,903,364,687	137,858,917,501
Total Current Assets		32,450,815,403,924	29,962,691,722,606	24,013,127,662,910
Non-Current Assets				
Due from Related Parties Non-Trade	10, 46	34,736,638,312	14,788,363,567	9,737,396,584
Other Non-Current Financial Assets	9, 44, 46	667,315,737,914	619,925,241,308	518,798,100,269
Investments in Associates	10, 11	165,887,111,424	123,283,762,281	130,431,496,396
Investments in Join Venture	10, 12	135,814,217,223	--	--
Investment Property	13	414,690,788,700	310,304,754,503	306,361,105,208
Property and Equipment	14	3,129,803,271,387	3,208,762,510,252	2,810,892,282,327
Intangible Assets	15, 47	524,246,155,858	522,577,738,505	331,840,973,411
Deferred Tax Assets	3, 19.b	47,794,752,157	63,918,907,644	52,650,149,802
Advances	16	2,033,440,727,759	1,711,441,680,688	1,456,429,749,828
Land for Development	17	1,181,142,142,957	1,136,227,496,536	1,611,411,858,630
Other Non-Current Non-Financial Assets		79,778,432,171	98,961,735,218	60,968,276,381
Total Non-Current Assets		8,414,649,975,862	7,810,192,190,502	7,289,521,388,836
TOTAL ASSETS		40,865,465,379,786	37,772,883,913,108	31,302,649,051,746

*) Restated (see Note 3)

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES**

CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION (Continued)

As of September 30, 2015 (Unaudited), December 31, 2014 and

January 1, 2014/ December 31, 2013 (Audited)

(Expressed In Full Rupiah, Unless Otherwise Stated)

LIABILITIES AND EQUITY	Notes	September 30, 2015	December 31, 2014 *)	January 1, 2014/ December 31, 2013 *)
		Rp	Rp	Rp
LIABILITIES				
Current Liabilities				
Trade Accounts Payable - Third Parties	20, 44, 46	580,423,913,261	395,133,955,463	397,748,177,608
Accrued Expenses	18, 44, 46	1,346,298,896,509	1,125,429,552,800	551,608,473,508
Taxes Payable	19.d	172,913,818,516	647,229,469,182	253,597,145,454
Short-Term Employment Benefits Liabilities	46	22,339,863,413	18,383,620,765	13,318,752,901
Short-Term Bank Loans	21, 46	392,586,226,452	173,540,195,011	4,927,167,196
Current Portion of Long-Term-Bank Loans	23, 46	27,969,341,132	12,435,856,488	11,792,174,233
Other Current Financial Liabilities	22, 46	458,781,217,792	407,086,748,603	300,183,744,169
Advances from Customers	26	1,066,994,723,792	2,456,690,149,393	3,076,033,864,066
Deferred Income	10, 27	453,130,190,836	362,175,439,809	112,750,964,416
Deferred Gain on Sale and Leaseback Transactions	28, 42.b	136,252,887,083	127,287,435,838	119,603,248,421
Total Current Liabilities		4,657,691,078,786	5,725,392,423,352	4,841,563,711,972
Non-Current Liabilities				
Long-Term Bank Loans	23, 46	301,511,827,124	30,525,083,739	42,960,940,232
Due to Related Parties Non-Trade	10, 46	3,155,011,461	3,379,278,119	3,828,292,119
Bonds Payable	24, 44, 46	11,560,686,785,092	9,780,611,296,551	7,747,839,607,892
Other Non-Current Financial Liabilities	46	80,532,322,632	67,387,383,763	50,996,677,731
Long-Term Employment Benefits Liabilities	3, 10, 25	208,546,287,112	255,676,668,775	207,278,972,418
Deferred Tax Liabilities	19.b	27,456,869,477	28,147,868,966	11,983,104,371
Advances from Customers	26	3,824,055,971,879	2,695,672,067,330	2,245,662,396,406
Deferred Income	10, 27	330,792,427,694	418,009,418,689	715,824,259,042
Deferred Gain on Sale and Leaseback Transactions	28, 42.b	1,098,496,100,459	1,147,252,565,727	1,274,494,531,641
Total Non-Current Liabilities		17,435,233,602,930	14,426,661,631,659	12,300,868,781,852
Total Liabilities		22,092,924,681,716	20,152,054,055,011	17,142,432,493,824
EQUITY				
Equity Attributable to Owner of the Parent				
Capital Stock				
Par Value - Rp100				
Authorized Capital - 64,000,000,000 shares				
Issued and Fully Paid - 23,077,689,619 shares	29	2,307,768,961,900	2,307,768,961,900	2,307,768,961,900
Additional Paid-in Capital - Net	30	4,063,148,621,880	4,063,148,621,880	4,063,148,621,880
Difference in Transactions with Non-Controlling Interest	31	1,574,002,743,576	529,570,372,012	(185,773,768,543)
Other Equity Components	32	1,105,101,368,218	1,105,101,368,218	1,105,101,368,218
Treasury Stock	29	(216,524,113,794)	(216,524,113,794)	(216,524,113,794)
Retained Earnings		6,690,080,589,184	7,003,682,234,601	4,767,434,659,769
Other Comprehensive Income	3, 34	907,193,072,381	794,832,746,740	942,457,396,783
Total Equity Attributable to Owner of the Parent		16,430,771,243,345	15,587,580,191,557	12,783,613,126,213
Non-Controlling Interests	3, 35	2,341,769,454,725	2,033,249,666,540	1,376,603,431,709
Total Equity		18,772,540,698,070	17,620,829,858,097	14,160,216,557,922
TOTAL LIABILITIES AND EQUITY		40,865,465,379,786	37,772,883,913,108	31,302,649,051,746

*) Restated (see Note 3)

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

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES
CONSOLIDATED INTERIM STATEMENTS OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**

For the Nine Months Periods Ended September 30, 2015 and 2014 (Unaudited)
(Expressed In Full Rupiah, Unless Otherwise Stated)

	Notes	2015 (9 Months) Rp	2014 *) (9 Months) Rp
REVENUES	10, 36	6,758,618,072,044	6,120,999,259,961
Final Tax Expenses	3, 19.a	(162,393,571,731)	(160,718,285,117)
NET REVENUES		6,596,224,500,313	5,960,280,974,844
COST OF SALES	37	(3,535,434,672,413)	(3,155,225,731,146)
GROSS PROFIT		3,060,789,827,900	2,805,055,243,698
Operating Expenses	3, 38	(1,746,684,323,656)	(1,534,000,566,791)
Other Income	40	199,146,917,375	347,075,216,450
Other Expenses	40	(838,915,936,158)	(47,897,473,649)
PROFIT FROM OPERATIONS		674,336,485,461	1,570,232,419,708
Financial Charges - Net	39	(98,688,488,243)	(80,607,379,282)
Loss in Selling Investment Available for Sell	6	(15,437,851,660)	--
Share in the Profit of Associates	11	8,514,349,143	2,772,275,659
PROFIT BEFORE TAX		568,724,494,701	1,492,397,316,085
Tax Expenses	3, 19.a	(124,068,503,070)	(74,572,784,141)
PROFIT FOR THE PERIOD		444,655,991,631	1,417,824,531,944
OTHER COMPREHENSIVE INCOME AFTER TAX			
Other Comprehensive Income Item that will not be Reclassified Subsequently to Profit or Loss:			
Actuarial Gain (Loss) of Defined Benefit Plan	3, 34	48,695,463,334	(3,482,902,527)
Other Comprehensive Income Items that will be Reclassified Subsequently to Profit or Loss:			
Gain (Loss) from Translation of Financial Statements in Foreign Currency	34	(290,733,035,385)	24,516,800,541
Gain (Loss) on Changes in Fair Value of Available-for-Sale Financial Assets After Tax	6, 34	254,233,753,589	243,247,789,648
Less : Reclassification Adjustment on Gain in Profit and Loss		(15,437,851,660)	--
TOTAL OTHER COMPREHENSIVE INCOME (LOSS) AFTER TAX FOR THE PERIOD		(3,241,670,122)	264,281,687,662
TOTAL OTHER COMPREHENSIVE INCOME FOR THE PERIOD		441,414,321,509	1,682,106,219,606
Profit for the Period Attributable to:			
Owner of the Parent		66,398,354,583	1,056,949,043,255
Non-Controlling Interests		378,257,637,048	360,875,488,689
		444,655,991,631	1,417,824,531,944
Total Other Comprehensive Income for the Period Attributable to:			
Owner of the Parent		162,295,299,550	1,321,230,730,917
Non-Controlling Interests		279,119,021,959	360,875,488,689
		441,414,321,509	1,682,106,219,606
EARNINGS PER SHARE			
Basic, Profit for the Period Attributable to Ordinary Shareholders of the Parent	41	2.92	46.42

*) Restated (see Note 3)

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

These consolidated interim financial statements are originally issued in Indonesian language

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES**
CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY
For the Nine Months Periods Ended September 30, 2015 and 2014 (Unaudited)
(Expressed In Full Rupiah, Unless Otherwise Stated)

Total Equity Attributable to Owner of Parent														Non-Controlling Interest				
Notes	Additional Paid-in Capital - Net						Retained Earnings			Other Comprehensive Income				Total Rp	Rp	Total Rp		
	Issued and Fully Paid Capital Stock Rp	Paid-in Capital Excess of Par - Net Rp	Difference in Value from Restructuring Transactions between Entities Under Common Control-		Difference in Transactions with Non-Controlling Interest Rp	Treasury Stock Rp	Appropriated Rp	Unappropriated Rp	Total Rp	Translation of Financial Statements Rp	Available for Sale Financial Assets		Other Equity Components Rp					
			Net Rp	Total Rp							Rp	Rp					Rp	Rp
BALANCE AS OF DECEMBER 31, 2013	2,307,768,961,900	4,043,613,274,615	19,535,347,265	4,063,148,621,880	(185,773,768,543)	(216,524,113,794)	7,000,000,000	4,741,452,643,994	4,748,452,643,994	552,703,272,840	425,998,078,104	--	978,701,350,944	1,105,101,368,218	12,800,875,064,599	1,376,698,240,626	14,177,573,305,225	
Effect of Initial Adoption of PSAK No. 24 (Revised 2013)	3	--	--	--	--	--	--	18,982,015,775	18,982,015,775	--	--	(36,243,954,161)	(36,243,954,161)	--	(17,261,938,386)	(94,808,917)	(17,356,747,303)	
BALANCE AS OF JANUARY 1, 2014 AFTER INITIAL ADOPTION OF PSAK NO.24 (REVISED 2013)		2,307,768,961,900	4,043,613,274,615	19,535,347,265	4,063,148,621,880	(185,773,768,543)	(216,524,113,794)	7,000,000,000	4,760,434,659,769	4,767,434,659,769	552,703,272,840	425,998,078,104	(36,243,954,161)	942,457,396,783	1,105,101,368,218	12,783,613,126,213	1,376,603,431,709	14,160,216,557,922
Equity Changes in 2014																		
Dividend and Reserved Fund	33	--	--	--	--	--	1,000,000,000	(321,000,000,000)	(320,000,000,000)	--	--	--	--	--	--	(320,000,000,000)	--	(320,000,000,000)
Dividend Distribution In Subsidiaries	35	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	(29,228,881,567)	(29,228,881,567)
Disposal of Shares in Subsidiary	31	--	--	--	--	741,092,494,948	--	--	--	--	--	--	--	--	--	741,092,494,948	116,907,505,052	858,000,000,000
Total Other Comprehensive Income for the Period		--	--	--	--	--	--	1,056,949,043,255	1,056,949,043,255	24,516,800,541	243,247,789,648	(3,482,902,527)	264,281,687,662	--	1,321,230,730,917	360,875,488,689	1,682,106,219,606	
BALANCE AS OF SEPTEMBER 30, 2014		2,307,768,961,900	4,043,613,274,615	19,535,347,265	4,063,148,621,880	555,318,726,405	(216,524,113,794)	8,000,000,000	5,496,383,703,024	5,504,383,703,024	577,220,073,381	669,245,867,752	(39,726,856,688)	1,206,739,084,445	1,105,101,368,218	14,525,936,352,078	1,825,157,543,883	16,351,093,895,961
BALANCE AS OF DECEMBER 31, 2014		2,307,768,961,900	4,043,613,274,615	19,535,347,265	4,063,148,621,880	529,570,372,012	(216,524,113,794)	8,000,000,000	6,995,682,234,601	7,003,682,234,601	670,172,145,549	170,197,156,625	(45,536,555,434)	794,832,746,740	1,105,101,368,218	15,587,580,191,557	2,033,249,666,540	17,620,829,858,097
Non-Controlling Interest		--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	52,828,817,731	52,828,817,731
Disposal of Shares in Subsidiary	31	--	--	--	--	1,000,581,189,869	--	--	--	--	--	--	--	--	--	1,000,581,189,869	136,218,810,131	1,136,800,000,000
Dividend and Reserved Fund	33	--	--	--	--	--	1,000,000,000	(381,000,000,000)	(380,000,000,000)	--	--	--	--	--	--	(380,000,000,000)	--	(380,000,000,000)
Acquisition shares of Non-Controlling Interest	31	--	--	--	--	43,851,181,695	--	--	--	--	--	--	--	--	--	43,851,181,695	(59,185,181,695)	(15,334,000,000)
Dividend Distribution In Subsidiaries	35	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	(137,465,876,654)	(137,465,876,654)
Acquisition of in Subsidiary	47	--	--	--	--	--	--	--	--	--	16,463,380,674	--	16,463,380,674	--	16,463,380,674	37,004,196,713	53,467,577,387	
Total Other Comprehensive Income for the Period		--	--	--	--	--	--	66,398,354,583	66,398,354,583	(290,733,035,385)	350,632,870,358	35,997,109,994	95,896,944,967	--	162,295,299,550	279,019,021,959	441,414,321,509	
BALANCE AS OF SEPTEMBER 30, 2015		2,307,768,961,900	4,043,613,274,615	19,535,347,265	4,063,148,621,880	1,574,002,743,576	(216,524,113,794)	9,000,000,000	6,681,080,589,184	6,690,080,589,184	379,439,110,164	537,293,407,657	(9,539,445,440)	907,193,072,381	1,105,101,368,218	16,430,771,243,345	2,341,769,454,725	18,772,540,698,070

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

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES**

CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

For the Nine Months Periods Ended September 30, 2015 and 2014 (Unaudited)

(Expressed In Full Rupiah, Unless Otherwise Stated)

	Notes	2015 (9 Months) Rp	2014 (9 Months) Rp
CASH FLOWS FROM OPERATING ACTIVITIES			
Collections from Customers		6,443,052,637,482	5,813,952,960,786
Payments to Suppliers		(7,382,418,954,242)	(5,579,758,452,841)
Payments to Employees		(488,759,078,064)	(829,201,310,792)
Interest Received		61,067,370,421	51,579,795,066
Tax Payments		(497,777,053,451)	(326,506,100,165)
Interest Payments		(468,758,243,971)	(561,941,185,804)
Net Cash Used in Operating Activities		(2,333,593,321,825)	(1,431,874,293,750)
CASH FLOWS FROM INVESTING ACTIVITIES			
Property and Equipment and Software			
Disposal		64,584,005	347,579,515
Acquisition		(280,783,590,777)	(373,117,292,278)
Receipt of Hotel and Hospital Performance Guarantee		--	103,500,000,000
Acquisition of Investment Property		--	(16,231,127,756)
Receipt of Dividend		347,806,824,674	207,471,359,373
Placement in Promissory Notes	6	(10,206,914,400)	--
Acquisition Share of Non-Controlling Interest in a Subsidiary	31	(15,334,000,000)	--
Disposal of Investments in Available-for-Sale Financial Assets	6	62,139,466,275	--
Placement of Restricted Funds		(47,390,496,606)	(41,599,491,792)
Placement of Investments in Joint Venture	12	(111,357,207,223)	--
Acquisition of Subsidiaries, Net of Cash Acquired	47	--	(130,958,545,206)
Disposal of Share in Subsidiary	31	1,136,800,000,000	858,000,000,000
Placement of Investments in Mutual Fund	5	(27,340,760,500)	--
Disposal of Investments in Association	11	--	15,295,000,000
Placement of Investments and Advances		(665,434,508,749)	(756,696,043,562)
Net Cash Provided by (Used in) Investing Activities		388,963,396,699	(133,988,561,706)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from Bond Issuance	24		
Received		--	1,589,528,258,639
Issuance Cost		--	(1,899,274,884)
Proceeds from Short-Term Bank Loans			
Received		220,000,000,000	200,000,000,000
Payment		--	(201,170,025,666)
Payment to Related Parties - net		(20,172,541,403)	(5,940,247,472)
Dividend Distribution to:			
Owners of the Parent	33	(380,000,000,000)	--
Non-Controlling Interest		(137,465,876,654)	(29,326,000,000)
Long-Term Bank Loans			
Received		297,000,000,000	--
Payments		(11,461,400,681)	(9,036,641,531)
Net Cash Provided by (Used in) Financing Activities		(32,099,818,738)	1,542,156,069,086
NET DECREASE IN CASH AND CASH EQUIVALENTS		(1,976,729,743,864)	(23,706,786,370)
Effect of Foreign Exchange on Cash and Cash Equivalents at the End of the Period		31,095,991,656	(455,703,990)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	4	3,529,169,475,504	1,855,051,780,961
CASH AND CASH EQUIVALENTS AT END OF PERIOD	4	1,583,535,723,296	1,830,889,290,601

Additional information that does not affect the activity of cash flows are presented in Note 48.

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
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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. 30 dated July 3, 2015, made in the presence of Sriwi Bawana Nawaksari, a notary in Tangerang, in relation to the approval to change and rearrange of the Company's article of association. The change of deed was recorded by the Minister of Law and Human Rights of the Republic of Indonesia in his decree No.AHU-AH.01.03.0951739 dated July 15, 2015. The deed was received by the Minister of Law and Human Rights of the Republic of Indonesia in his decree No.AHU-AH.01.03.0951739 dated July 15, 2015.

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, Nusa Tenggara and several subsidiaries domiciled in Singapore, Malaysia, British Virgin Island, Venuatu 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.

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In 2004, the Company offered 881,905,813 common shares at par value of Rp500 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 PublicOffering 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 fromRp 250 to Rp100 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 Rp100 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/I/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.

1.c. Structure of the Company and it subsidiaries

The Detail of subsidiaries consolidated in consolidated interim financial statement are follow:

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
Theta Capital Pte Ltd*** and Subsidiary	Singapore	Investment,	100.00%	--	--	12,331,889,075,956	10,233,632,441,423
Theta Kemang Pte Ltd***	Singapore	Trading	--	100.00%	--	12,365,523,193,434	10,183,435,340,378
Sigma Capital Pte Ltd*** and Subsidiary	Singapore	Investment,	100.00%	--	--	5,538,208,423	5,061,361,538
Sigma Trillium Pte Ltd ***	Singapore	Trading	--	100.00%	--	5,298,096,423	4,646,411,779
Lippo Karawaci Corporation Pte Ltd**** and Subsidiaries	Singapore	Investment,	100.00%	--	--	569,942,472,034	455,785,406,201
		Trading and Services					
LK Reit Management Pte Ltd**** and Subsidiary	Singapore	Investment, Trading and Services	--	100.00%	--	569,942,482,308	455,785,415,623

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
Bowsprit Capital Corporation Ltd****	Singapore	Investment, Trading and Services	--	100.00%	2006	569,942,472,034	455,785,406,201
Jesselton Investment Limited*** and Subsidiaries	Malaysia	Investment, Trading and Services	100.00%	--	--	510,147,682,141	478,464,512,018
Peninsula Investment Limited*** and Subsidiary	Malaysia	Investment, Trading and Services	--	100.00%	--	510,147,696,798	478,464,524,458
LMIRT Management Ltd ****	Singapore	Investment, Trading and Services	--	100.00%	2007	510,147,682,141	478,464,512,018
PT Primakreasi Propertindo and Subsidiaries (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Real Estate	100.00%	--	--	10,120,546,309,428	7,937,655,412,752
PT Mujur Sakti Graha and Subsidiaries	Tangerang	Real Estate	--	100.00%	--	28,382,146,289	25,546,934,531
PT Surplus Multi Makmur and Subsidiary	Jakarta	Real Estate	--	90.00%	--	47,422,467,616	44,590,731,858
PT Arta Sarana	Bandung	Investment, Trading and Services	--	81.00%	--	47,427,737,595	44,594,110,337
PT Puri Paragon	Tangerang	Development, Trading and Services	--	100.00%	--	580,592,942	580,592,942
PT Menara Tirta Indah	Tangerang	Development, Trading and Services	--	100.00%	--	649,539,884,187	564,260,253,179
PT Gempita Sinar Abadi	Jakarta	Development, Trading and Services	--	100.00%	--	20,153,469,609	20,153,684,173
PT Tata Bangun Nusantara	Tangerang	Development, Trading and Services	--	100.00%	--	6,534,231,283	6,484,801,290
PT Lintas Lautan Cemerlang	Tangerang	Development, Trading and Services	--	100.00%	--	6,542,584,378	10,494,851,647
PT Nilam Biru Bersinar (3.81% ownership in PT Siloam International Hospitals Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	114,124,713,555	114,452,874,393
PT Safira Prima Utama (2.14% ownership in PT Siloam International Hospitals Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	958,903,380,363	125,747,926,689
PT Kalimaya Pundi Bumi	Tangerang	Development, Trading and Services	--	100.00%	--	1,061,155,184,602	877,028,352,524
PT Gloria Mulia (4.32% ownership in PT Siloam International Hospitals Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	62,878,453,170	62,859,299,858
PT Graha Solusi Mandiri and Subsidiary	Jakarta	Services	--	100.00%	--	115,840,320,413	116,209,887,731
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%	--	837,008,106	837,936,902
PT Cipta Mahakarya Gemilang	Tangerang	Development, Trading and Services	--	100.00%	--	98,084,165,055	80,585,959,945
PT Mandiri Cipta Gemilang and Subsidiaries	Jakarta	Real Estate	--	100.00%	2003	5,191,786,240,673	4,613,658,074,695
PT Titian Semesta Raya	Jakarta	Development, Trading and Services	--	100.00%	--	134,808,565,272	98,312,623,408
PT Adijaya Pratama Mandiri	Jakarta	Development, Trading and Services	--	100.00%	2013	147,852,177,537	120,443,039,582
PT Esatama Lestari Jaya	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	2,471,948,826	2,473,364,010
PT Bahtera Perkasa Makmur	Manado	Development, Trading, Printing and Services	--	100.00%	--	339,105,578,113	244,372,362,940
PT Gading Makmur Jaya	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	67,516,758,418	29,987,464,604
PT Bimasakti Jaya Abadi and Subsidiaries	Jakarta	Development, Trading, Printing and Services	--	100.00%	2011	647,248,457,437	684,601,729,872
PT Kuta Beach Paragon and Subsidiaries	Tangerang	Development, Trading and Services	--	100.00%	--	502,593,562,490	468,915,359,383
PT Graha Buana Utama and Subsidiaries	Tangerang	Development, Trading and Services	--	100.00%	--	502,488,156,174	449,860,654,085
PT Berkat Langgeng Jaya and Subsidiaries	Tangerang	Development, Trading and Services	--	100.00%	--	503,054,978,174	450,427,476,085
PT Pamor Paramita Utama and Subsidiaries	Badung	Development, Trading and Services	--	100.00%	2013	492,813,545,344	439,900,736,204

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT Kridakarya Anugerah Utama ¹⁾	Badung	Development, Trading and Services	--	100.00%	--	600,000,000	--
PT Kencana Agung Pratama ¹⁾	Badung	Development, Trading and Services	--	100.00%	--	600,000,000	--
PT Trimulia Kencana Abadi ¹⁾	Badung	Development, Trading and Services	--	100.00%	--	600,000,000	--
PT Surya Megah Lestari	Jakarta	Development, Trading, Printing, Land Transport, Industry, Agriculture and Services	--	100.00%	--	3,999,011,976	3,999,011,976
PT Gunung Halimun Elok	Tangerang	Development, Trading and Services	--	100.00%	--	413,008,222,226	324,147,004,722
PT Danisa Indah Cipta and Subsidiary	Tangerang	Trading Industry, Printing and Services	--	100.00%	--	526,130,587	544,184,929
PT Fajarindo Sinar Sakti	Tangerang	Trading Industry, Printing and Services	--	100.00%	--	85,107,311	101,389,170
PT Jaya Makmur Bersama	Badung	Development, Trading and Services	--	100.00%	--	3,741,683,174	3,743,180,248
PT Gumarang Karya Sejati	Manado	Development, Trading, Printing and Services	--	100.00%	--	1,976,762,268	1,996,146,526
PT Grand Villa Persada (0.5% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Real Estate	--	100.00%	--	54,201,972,884	41,753,819,692
PT Mega Proyek Pertiwi	Tangerang	Real Estate Development,	--	100.00%	--	15,566,234,989	15,567,249,436
PT Sinar Surya Timur	Tangerang	Development, Trading and Services	--	100.00%	--	49,504,418,619	29,602,681,982
PT Gempita Cipta Bersama	Semarang	Development, Trading and Services	--	100.00%	--	1,853,081,233	1,780,260,937
PT Suryamas Khatulistiwa	Tangerang	Development, Trading and Services	--	100.00%	--	586,968,750	587,618,750
PT Lautan Sinar Abadi and Subsidiary	Tangerang	Development, Trading and Services	--	100.00%	--	319,638,317	361,097,840
PT Usahatama Kreatif	Tangerang	Development, Trading and Services	--	100.00%	--	418,391,840	458,647,840
PT Karimata Putra Alam	Tangerang	Development, Trading and Services	--	100.00%	--	584,750,000	584,750,000
PT Timor Eka Selaras	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	5,111,769,774	5,118,094,087
PT Sultana Semesta Prima	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	36,719,979,271	36,716,926,574
PT Wijayakusuma Sukses Maju	Padang	Development, Trading, Printing and Services	--	100.00%	--	11,237,074,794	11,182,399,840
PT Andalan Utama Maju	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	2,326,167,400	2,326,167,400
PT Bumi Arum Sejahtera	Medan	Development, Trading, Printing and Services	--	100.00%	--	62,857,159,305	47,017,100,849
PT Mentari Panen Raya	Jakarta	Development, Trading, Printing and Services	--	100.00%	--	61,522,500	63,005,000
PT Satyagraha Dinamika Unggul	Tangerang	Development, Trading, Printing and Services	--	70.00%	2013	969,034,361,997	794,563,922,776
PT Jayadipta Utama Makmur	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	2,326,167,400	2,326,167,400
PT Bumi Sindang Jaya	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	153,463,197	154,463,197

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT Cahaya Teratai Sakti	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	586.269.568	581.980.381
PT Damarindo Perkasa	Jambi	Development, Trading, Printing and Services	--	100,00%	--	56.532.517.368	42.633.127.624
PT Cipta Dunia Abadi	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	596.001.107	589.329.126
PT Puri Istana Megah	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	651.900.000	584.000.000
PT Sekawan Dunia Dinamika	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	583.000.000	584.000.000
PT Citra Dwi Anugrah	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	521.280.515	530.373.719
PT Pelangi Mutiara Timur	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	516.941.487	514.070.812
PT Sari Karya Muda	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	487.967.517	493.549.517
PT Sinar Biru Artha	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	583.000.000	584.000.000
PT Tunggal Mekar Abadi	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	583.000.000	584.000.000
PT Bowsprit Asset Management	Jakarta	Investment and Services	--	100,00%	--	22.916.353.319	24.696.754.836
PT Mega Pratama Serasi	Depok	Development, Trading, Printing and Services	--	100,00%	--	935.595.540	927.629.672
PT Mulia Aditama Setia	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	30.350.000	31.350.000
PT Mentari Adi Perkasa	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	997.755.000	998.655.000
PT Berdikari Jaya Abadi	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	72.255.000	73.505.000
PT Lumbung Mas Trijaya and Subsidiaries	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	876.883.918.209	805.675.772.633
PT Karyatama Buana Cemerlang and Subsidiary	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	796.889.858.605	745.594.458.836
PT Mapalus Mancacakti	Tangerang	Development, Trading, Printing and Services	--	70,00%	2014	736.555.263.736	685.308.685.960
PT Dwi Prabu Sakti	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	99.999.000	100.000.000
PT Sumber Pundi Sejahtera	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	10.970.562.500	584.000.000
PT Prabu Cipta Prima	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	581.517.500	584.000.000
PT Multi Panen Utama	Kupang	Development, Trading, Printing and Services	--	100,00%	--	5.981.284.435	5.981.509.435
PT Pancuran Intan Makmur	Tangerang	Development, Trading, Printing and Services	--	100,00%	--	65.843.640.675	50.502.630.728

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT Solusi Dunia Baru	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	72,206,149,071	72,186,726,571
PT Suar Lintas Samudra	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	584,000,000
PT Berkas Samiguna Sukses	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	584,000,000
PT Global Lintas Multitama	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	584,000,000
PT Sarana Ciptakarya Utama	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	584,000,000
PT Mitra Samiguna Makmur	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	578,025,000	578,025,000
PT Cipta Mutiara Sukses	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	149,978,000,000	149,979,000,000
PT Suar Mutiara Semesta	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	600,000,000
PT Manyala Harapan	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	89,809,849,918	80,081,744,189
PT Suar Lintas Benua and Subsidiary	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	863,650,000	1,185,000,000
PT BST Kupang Sejahtera ²⁾	Jakarta	Development, Trading, Printing and Services	--	50.10%	--	600,000,000	600,000,000
PT Mulia Cipta Wibawa	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	585,000,000
PT Andromeda Sakti	Tangerang	Development, Trading, Printing and Services	--	100.00%	2015	67,815,703,675	600,000,000
PT Persada Mandiri Jaya ²⁾	Jakarta	Transportation Agriculture Workshops and Services	--	55.00%	--	586,500,000	600,000,000
PT Bandha Mulia Abadi ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	11,154,825,000	11,154,900,000
PT Dutamas Cakra Tunggal ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	583,584,730	600,000,000
PT Indocitra Mulia Pratama ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	1,303,122,780	600,000,000
PT Praja Adikara Utama ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	2,320,512,461	600,000,000
PT Pusaka Sumber Artha ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	591,225,000	600,000,000
PT Prima Sentosa Jaya Abadi ²⁾	Jakarta	Development, Trading, Printing and Services	--	100.00%	--	586,950,000	600,000,000
PT Indahjaya Sukses Abadi ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	588,375,000	600,000,000
PT Mandara Nusa Loka ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	588,350,000	600,000,000

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT Garda Utama Manado ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	588,350,000	600,000,000
PT Cipta Bakti Utama ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	587,700,000	600,000,000
PT Binaman Cipta Mandiri ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	40,003,483,032	600,000,000
PT Sentra Dwimandiri and Subsidiaries (1.63% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Real Estate	100.00%	--	--	5,970,889,667,716	5,554,696,500,604
PT Prudential Development	Jakarta	Real Estate	--	100.00%	--	566,439,123	6,264,108,920
PT Sentra Reallindo Development and Subsidiaries (4.62% ownership in PT Lippo Cikarang Tbk)	Jakarta	Home Improvement	--	100.00%	2001	126,708,175,130	125,456,126,578
PT Darma Sarana Nusa Pratama and Subsidiary	Tangerang	Real Estate	--	52.70%	1997	73,357,802,423	78,871,020,367
PT Tata Mandiri Daerah Villa Permata	Tangerang	Town Management	--	42.16%	2001	6,803,739,841	5,133,315,616
PT Golden Pradamas and Subsidiaries	Tangerang	Real Estate	--	100.00%	--	694,382,434,649	618,852,901,965
PT Mulia Bangun Semesta and Subsidiaries	Tangerang	Real Estate	--	100.00%	2002	704,531,949,872	628,417,382,080
PT Villa Permata Cibodas and Subsidiaries	Tangerang	Real Estate	--	100.00%	1995	223,999,841,670	193,744,121,719
PT Puncak Resort International and Subsidiaries	Cianjur	Real Estate	--	100.00%	1994	75,593,346,697	75,594,996,697
PT Dona Indo Prima	Tangerang	Real Estate	--	100.00%	--	40,530,906,821	50,000,000
PT Sentosa Seksama	Cianjur	Real Estate	--	100.00%	1994	22,671,133,374	22,671,635,374
PT Purimegah Swarga Buana	Cianjur	Real Estate	--	100.00%	1994	8,802,979,567	8,803,481,567
PT Adigraha Rancang Sempurna	Cianjur	Real Estate	--	100.00%	1994	7,182,134,068	7,182,386,068
PT Pesanggrahan Suripermata Agung	Cianjur	Real Estate	--	100.00%	1994	1,824,659,812	1,825,161,812
PT Sukmagprima Sejahtera	Tangerang	Real Estate	--	100.00%	--	50,000,000	50,000,000
PT Villapermata Gemilang Abadi ²⁾	Jakarta	Trading, Development, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Bumi Sawarna Indah ²⁾	Jakarta	Trading, Development, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Mulia Sentosa Dinamika (4.48% ownership in PT Lippo Cikarang Tbk)	Tangerang	Real Estate	--	100.00%	1997	380,867,376,463	370,159,105,566
PT Sentra Asritama Realty Development and Subsidiaries	Tangerang	Installation and Water Treatment	--	100.00%	1994	212,344,744,998	205,842,879,018
PT Tata Mandiri Daerah Lippo Karawaci and Subsidiary	Tangerang	Town Management	--	100.00%	1999	218,823,843,859	188,838,584,634
PT Surya Makmur Alam Persada	Jakarta	Real Estate	--	100.00%	--	20,331,047,188	20,332,287,869
Indigo Fund Investment Fund Ltd***	Cook Island	investment	--	100.00%	--	--	--
Banksia Holdings Ltd***	Cook Island	Trading	--	100.00%	--	--	--
PT Karya Bersama Jaya	Jakarta	Water Treatment	--	100.00%	2010	33,721,196,552	30,798,919,227
PT Sentragraha Mandiri	Jakarta	Installation	--	100.00%	--	33,363,618,667	33,367,856,443
PT Saptapersada Jagat Nusa	Tangerang	Real Estate	--	100.00%	1998	7,970,610,016	8,288,307,254
PT Sejatijaya Selaras	Jakarta	Bowling	--	100.00%	--	13,199,595,449	13,125,265,493
PT Bahtera Pratama Wirasakti	Jakarta	Real Estate	--	100.00%	--	16,705,529,741	16,705,594,306
PT Sentra Office Realty	Tangerang	Bangunan	--	100.00%	1998	722,781,760	722,781,760
PT Dinamika Intertrans	Jakarta	Transportation	--	100.00%	1994	1,097,042,706	964,049,979
PT Imperial Karawaci Golf	Tangerang	Golf	--	100.00%	--	467,382,000	468,506,000
PT Agung Sepadan	Tangerang	Real Estate	--	100.00%	--	2,551,609,213	2,554,714,463
PT Prudential Townhouse Development	Tangerang	Real Estate	--	100.00%	--	156,821,852	161,033,503
PT Wahana Tatabangun Cemerlang Matahari	Tangerang	Real Estate	--	100.00%	--	6,171,708	7,295,708
PT Wahana Tatabangun Cemerlang	Tangerang	Real Estate	--	100.00%	--	5,790,966	6,914,966
PT Manunggal Bumi Sejahtera and Subsidiary	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	365,577,803,901	280,259,865,094
PT Asiatic Sejahtera Finance	Tangerang	Development, Trading, Printing and Services	--	100.00%	2009	281,270,790,925	15,572,832,958
PT Paragon City	Jakarta	Real Estate and Trading	--	100.00%	--	15,698,500,615	15,693,826,615
PT Padang Indah City	Padang	Trading Development and Services	--	100.00%	--	16,720,622,228	16,730,973,693
Bridgewater International Ltd***	Seychelles	Investment and Trading	--	100.00%	2006	4,654,394,938,924	4,404,916,671,928
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
PT Lippo Karawaci Infrastructure & Utilitas Division and Subsidiary	Tangerang	Construction and Services	--	100.00%	--	10,217,905,321	222,777,677
PT TMD Manado Manajemen ²⁾	Tangerang	Management Consulting	--	100.00%	--	10,000,000,000	10,000,000,000
Brightlink Capital Limited***	Malaysia	Investment, Trading and Services	--	100.00%	--	108,467,950,487	92,147,606,642
Evodia Strategic Investment Limited***	Malaysia	Investment, Trading and Services	--	100.00%	--	513,699,995,090	471,099,995,497

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT St Moritz Management	Jakarta	Development, Trading and Services	--	100.00%	2014	14,722,825,561	8,882,409,080
PT Kemang Village Management	Jakarta	Hotel	--	100.00%	2014	29,633,822,755	19,759,833,203
PT TMD Depok Manajemen		Services	--	100.00%	--	10,000,000,000	10,000,000,000
PT Dinamika Megah Cemerlang ²⁾	Tangerang	Trading	--	100.00%	--	600,000,000	600,000,000
PT Sentrasemesta Indah Cemerlang ²⁾	Tangerang	Development, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Wisma Jatim Propertindo and Subsidiaries (1.23% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	and Services	100.00%	--	--	5,115,837,442,107	5,523,249,922,896
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 Kemang Paragon Mall and Subsidiaries (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	3,278,506,429,491	5,695,597,309,696
PT Wahana Usaha Makmur and Subsidiaries	Jakarta	Real Estate	--	100.00%	--	1,794,486,789,939	5,695,540,104,557
PT Almaron Perkasa and Subsidiaries	Jakarta	Real Estate	--	100.00%	2005	1,776,644,526,393	5,681,674,371,674
PT Multiguna Selaras Maju	Tangerang	Development, Trading and Services	--	100.00%	2014	48,016,815,648	1,628,887,735
PT Gelora Raya Semesta	Tangerang	Trading and Development	--	100.00%	2013	260,557,265,987	276,004,785,749
PT Prima Aman Sarana	Jakarta	Services	--	100.00%	--	136,747,419,410	116,643,334,519
PT Kemang Multi Sarana	Jakarta	Real Estate and Urban Development	--	100.00%	--	35,830,232,949	37,200,819,290
PT Harapan Insan Mandiri	Jakarta	Development, Trading and Services	--	100.00%	2014	31,554,668,988	600,000,000
PT Violet Pelangi Indah	Tangerang	Development, Trading and Services	--	100.00%	2014	30,460,737,959	600,000,000
PT Lipposindo Abadi and Subsidiaries	Jakarta	Trading	--	100.00%	--	238,244,707,581	238,276,260,624
PT Kemuning Satiatama and Subsidiaries (42.20% ownership in PT Lippo Cikarang Tbk)	Jakarta	Trading	--	100.00%	--	233,331,066,740	233,361,108,783
PT Megachandra Karyaalestari	Jakarta	Trading	--	100.00%	1992*	283,111,949	284,019,258
PT Prudential Apartment Development	Jakarta	Services	--	100.00%	1993*	570,368,944	573,438,194
PT Sentrakharisma Indah and Subsidiaries	Jakarta	Services	--	80.00%	--	2,171,993,120	2,173,711,120
PT Sentra Goldhill Business Park	Jakarta	Services	--	72.00%	--	--	--
PT Carakatama Dirgantara and Subsidiary	Jakarta	Trading	--	100.00%	--	69,224,884,145	69,834,348,222
PT Prudential Hotel Development	Tangerang	Trading and Services	--	100.00%	1994*	69,210,832,060	69,812,701,335
PT Ariasindo Sejati and Subsidiaries	Jakarta	Trading and Services	--	95.00%	--	185,059,899,818	191,748,810,171
PT Unitech Prima Indah and Subsidiary	Tangerang	Real Estate	--	94.69%	2004	191,766,135,230	192,761,131,922
PT Karya Cipta Pesona	Medan	Accommodation service provider	--	94.69%	2014	69,202,421,450	74,896,938,111
PT Metropolitan Leisure Corporation and Subsidiaries	Jakarta	Trading and Services	--	100.00%	--	42,060,736,479	41,557,718,775
PT Kurniasindo Sejahtera	Jakarta	Trading and Services	--	100.00%	--	136,330,326	137,598,822
PT Graha Tata Cemerlang Makassar (0.34% ownership in PT Lippo Cikarang Tbk)	Makassar	Real Estate	--	100.00%	2002	38,828,777,796	38,655,688,284
PT Guna Tata Carakatama	Makassar	Trading and Services	--	100.00%	2002	199,694,602	201,928,602
PT Lippo Land Cahaya Indonesia	Tangerang	Services	--	100.00%	2003	2,895,674,245	2,561,472,245
PT Karunia Persada Raya and Subsidiary	Tangerang	Trading	--	100.00%	--	82,561,380,460	77,299,339,376
PT Pendopo Niaga	Malang	Real Estate	--	100.00%	2004	82,561,380,460	77,299,339,376
PT Larasati Anugerah	Jakarta	Trading	--	100.00%	--	19,988,420	20,762,420
PT Bathara Brahma Sakti (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Trading and Services	--	100.00%	1992*	4,791,092,593	4,795,177,427
PT Realty Limaribu	Jakarta	Services	--	100.00%	1998*	347,080,699	349,690,497
PT Dwisindo Jaya (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	113,854,047	114,474,044
PT Karunia Alam Damai and Subsidiary	Jakarta	Trading	--	100.00%	--	205,498,327,968	196,663,052,126
PT Jagatpertala Nusantara	Depok	Real Estate	--	100.00%	2004	205,498,327,968	196,663,052,126
PT Muliamukti Persada Perkasa	Jakarta	Trading	--	100.00%	--	365,000	1,321,000
PT Kemang Village and Subsidiaries	Jakarta	Trading	--	100.00%	--	294,788,216,189	279,875,638,597
PT Menara Bhumimegah and Subsidiaries	Jakarta	Services	--	100.00%	2005	196,453,736,715	189,377,390,443
PT Jaya Usaha Prima and Subsidiary	Jakarta	Real Estate	--	99.90%	--	111,412,456,613	104,335,643,396
PT Persada Mandiri Abadi	Jakarta	Real Estate	--	99.90%	2005	111,410,484,613	104,333,671,396
PT Adhi Utama Dinamika	Jakarta	Real Estate	--	100.00%	--	98,847,712,400	91,009,848,574
PT Menara Perkasa Megah and Subsidiaries	Surabaya	Real Estate and Urban Development	--	100.00%	2005	503,330,060,064	496,292,902,223
PT Pelangi Cahaya Intan Makmur and Subsidiaries	Surabaya	Trading	85.00%	--	--	413,664,871,183	405,866,682,928
PT Surya Mitra Jaya and Subsidiary	Sidoarjo	Trading and Services	85.00%	--	2005	392,476,836,066	405,902,441,099
PT Citra Harapan Baru	Surabaya	Accommodation	85.00%	--	--	2,000,000,000	2,000,000,000
PT Niaga Utama	Jakarta	Trading	--	100.00%	--	100,750,000	100,750,000
PT Mitra Kasih Karunia	Jakarta	Real Estate	--	100.00%	--	1,887,217,700	1,887,217,700

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT Kreasi Megatama Gemilang and Subsidiaries (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Development, Industri, Agribisnis, Transportation, Trading and Services	--	100.00%	--	1,006,327,840,006	779,553,625,206
PT Lippo Malls Indonesia and Subsidiaries (2.73% ownership in di PT Lippo Cikarang Tbk)	Tangerang	Development, Trading and Services	--	100.00%	2002	1,006,394,880,106	779,806,682,710
PT Kreasi Gemilang Perkasa	Tangerang	Development, Trading and Services	--	100.00%	2013	6,114,441,038	4,186,335,003
PT Kilau Intan Murni	Tangerang	Development, Trading and Services	--	100.00%	--	79,582,678,600	79,453,666,600
PT Mulia Citra Abadi and Subsidiaries	Yogyakarta	Development, Trading, Printing, Land Transport, Industry, Agriculture and Services	--	100.00%	2012	484,419,683,701	345,113,361,598
PT Muliacipta Sarana Sukses ¹⁾	Yogyakarta	Trading Development, Printing, Agriculture, and Services	--	100.00%	--	600,000,000	--
PT Manungga Megah Serasi ¹⁾	Yogyakarta	Trading Development, Printing, Agriculture, and Services	--	100.00%	--	600,000,000	--
PT Andhikarya Sukses Pratama ¹⁾	Yogyakarta	Trading Development, Printing, Agriculture, and Services	--	100.00%	--	600,000,000	--
PT Nusa Bahana Semesta ²⁾	Tangerang	Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Sky Parking Indonesia and Subsidiaries ²⁾	Tangerang	Development, Trading and Services	--	100.00%	--	48,491,351,817	21,000,000,000
PT Sky Parking Nusantara and Subsidiary ¹⁾	Tangerang	Development, Trading and Services	--	70.00%	--	48,490,601,817	--
PT Sky Parking Utama ¹⁾	Tangerang	Development, Trading and Services	--	70.00%	2015	48,488,926,106	--
PT Arwana Kreasi Gemilang	Tangerang	Development, Trading and Services	--	100.00%	--	--	600,000,000
PT Gayana Sumber Cipta and Subsidiary	Tangerang	Development, Trading and Services	--	100.00%	--	710,550,000	737,150,000
PT Gaharu Alam Permai	Tangerang	Development, Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Semboja Indah Cipta	Tangerang	Development, Trading and Services	--	100.00%	--	552,550,000	4,501,044,310
PT Putera Abadi Karya	Bogor	Development, Trading and Services	--	100.00%	--	552,550,000	578,150,000
PT Buana Mediatama	Tangerang	Development, Trading and Services	--	100.00%	--	559,800,000	586,400,000
PT Nusaindah Bukit Permai	Tangerang	Development, Trading and Services	--	100.00%	--	551,550,000	5,046,378,129
PT Lembayung Karya Nirwana	Jakarta	Development, Trading and Services	--	100.00%	--	560,550,000	577,150,000
PT Inspira Ide Cemerlang	Tangerang	Development, Trading and Services	--	100.00%	--	560,550,000	587,150,000
PT Irama Karya Megah	Surabaya	Development, Trading and Services	--	100.00%	--	251,452,365,968	251,058,661,491
PT Prima Gemilang Pratama ¹⁾	Tangerang	Trading Development, Industry, Agriculture, Land	--	100.00%	--	600,000,000	--
PT Usahautama Kreatif ¹⁾	Tangerang	Transportation and Services Trading, Development, Industry, Agriculture, Land Transportation and Services	--	100.00%	--	600,000,000	--

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT Saputra Karya (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Surabaya	Real Estate and Urban Development	--	100.00%	--	108,483,085,033	102,500,564,787
PT Grand Provita and Subsidiary (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Real Estate	--	100.00%	--	467,246,900	473,106,900
PT Grand Prima Propertindo	Tangerang	Real Estate	--	65.00%	--	5,998,100	7,298,100
PT Pacific Sejahtera	Tangerang	Real Estate	--	100.00%	--	14,122,400	16,667,400
PT Anugerah Bahagia Abadi and Subsidiaries	Jakarta	Real Estate	--	100.00%	--	526,091,263,417	426,465,498,672
PT Internusa Prima Abadi	Jakarta	Real Estate	--	85.00%	--	526,676,871,446	1,013,883,079
PT Bangun Bina Bersama and Subsidiary	Jakarta	Real Estate	--	85.00%	--	526,191,453,945	426,462,547,802
PT Satriamandiri Idola Utama	Jakarta	Real Estate	--	85.00%	--	157,585,159,413	117,835,814,312
PT Mahakaya Abadi	Tangerang	Real Estate	--	100.00%	--	477,345,600	478,623,100
PT Persada Mandiri Dunia Niaga and Subsidiaries (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Real Estate	--	100.00%	--	82,845,943,086	84,216,800,553
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%	--	68,024,153,399	69,231,905,196
PT Menara Megah Tunggal and Subsidiary	Jakarta	Real Estate	--	100.00%	--	67,887,743,302	69,095,997,694
PT Trias Mitra Investama	Binjai	Real Estate	--	100.00%	2005	67,716,828,887	68,923,453,279
PT Permata Agung Propertindo	Jakarta	Real Estate	--	100.00%	--	522,480,130	1,181,225,795
PT Kencana Mitra Lestari	Jakarta	Development, Transportation and Services	--	100.00%	--	573,175,000	575,175,000
PT Direct Power and Subsidiaries	Bogor	Trading, Real Estate, Industri, Printing, Agrobisnis, Transportation and Services	--	100.00%	2007	124,888,502,256	124,629,800,619
PT Mitra Mulia Kreasi and Subsidiary	Jakarta	Development, Industri, Mining, Agrobisnis, Transportation and Services	--	80.00%	--	42,247,159,538	41,971,484,946
PT Bellanova Country Mall	Bogor	Development, Transportation and Services	--	80.00%	2005	42,157,229,537	41,881,554,945
PT Sarana Global Multindo and Subsidiaries	Jakarta	Development, Transportation and Services	--	100.00%	--	575,157,607,960	355,465,506,039
PT Tirta Sentosa Dinamika ¹⁾	Tangerang	Trading, Development, Printing, and Services	--	100.00%	--	600,000,000	--
PT Pinus Permai Sejahtera ¹⁾	Cianjur	Trading, Development, Printing, and Services	--	100.00%	--	15,467,658,268	--
PT Emas Makmur Cemerlang ¹⁾	Jakarta	Trading, Development, Printing, and Services	--	100.00%	--	10,888,650,000	--
PT Guna Sejahtera Karya and Subsidiaries	Jakarta	Development, Industri, Agrobisnis, Pertamanan and Services	--	100.00%	--	441,614,998,370	403,656,624,893
PT Citra Sentosa Raya and Subsidiaries	Jakarta	Trading, Real Estate, Industri, Agrobisnis, Transportation and Services	--	100.00%	--	608,253,969,365	516,676,784,304
PT Gading Nusa Utama	Jakarta	Trading, Development, Industri, Agrobisnis, Pertamanan and Services	--	100.00%	--	19,076,815,333	27,300,259,404
Rosenet Limited**** and Subsidiary	British Virgin Island	Investment	--	100.00%	--	606,762,379,613	546,201,825,184
Sea Pejaten Pte. Ltd****	Singapore	Investment	--	100.00%	--	47,464,568,169	546,201,825,184
Continental Investment Limited****	Malaysia	Investment, Trading and Services	--	100.00%	--	30,535,368	25,916,625
PT Sandiego Hills Memorial Park and Subsidiary	Karawang	Trading, Development, Transportation and Services	--	100.00%	2006	560,818,475,900	448,980,687,326
PT Pengelola Memorial Park	Karawang	Development, Trading and Services	--	100.00%	2010	80,897,262,394	68,225,906,669
PT CB Commercial	Tangerang	Development, Trading and Services	--	100.00%	--	582,074,161	582,762,161

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT Kemilau Karyacipta Persada	Tangerang	Development, Trading and Services	--	100.00%	--	2,455,249,000	2,458,223,000
PT Bumi Indah Pertiwi	Tangerang	Development, Trading and Public Service	--	100.00%	--	2,580,108,524	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 and Subsidiary	Tangerang	Development, Trading, Printing and Services	--	60.00%	--	2,480,899,537	1,673,963,537
PT Cipta Semesta Prima	Tangerang	Development, Trading, Printing and Services	--	60.00%	--	2,175,998,537	1,748,962,537
PT Kreasi Ciptaprima Gemilang	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	73,000,000	100,000,000
PT Manikam Mutu Prima and Subsidiary	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	72,251,000	674,251,000
PT Holland Village Manado ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Suporta Developa Jaya	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	70,000,000	71,000,000
PT Wismacahaya Sentosa Megah ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Ciptaindah Selaras Persada ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Asri Griya Terpadu and Subsidiary ¹⁾	Tangerang	Development, Trading, Printing and Services	--	85.00%	--	49,990,025,000	--
PT Asri Griya Utama ²⁾	Tangerang	Development, Trading, Printing and Services	--	85.00%	--	1,673,497,537	600,000,000
PT Cakrawala Semesta Abadi ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	586,232,000	600,000,000
PT Sarana Sentosa Propertindo ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	2,581,935,271	600,000,000
PT Bahana Megah Pratama and Subsidiary ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	565,093,285	600,000,000
PT Bahana Perisai Abadi ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	567,349,935	600,000,000
PT Cahaya Puspita Raya ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	589,000,000	600,000,000
PT Karyaalam Indah Lestari ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Prakarsa Dinamika Unggul ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Setra Bumi Utama ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	588,000,000	--
PT Taruna Multi Utama ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	1,981,537,500	--
PT Puri Istana Megah ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	651,900,000	--
PT Kreasi Tunas Bangsa	Tangerang	Development, Trading and Services	--	100.00%	--	853,939,317	894,398,840
PT Grahata Asri Makmur	Tangerang	Development, Trading and Services	--	100.00%	--	874,688,317	915,147,840
PT Lippo Cikarang Tbk and Subsidiaries	Bekasi	Real Estate	--	54.37%	1989	4,987,605,528,526	4,309,824,234,265
PT Great Jakarta Inti Development and Subsidiary	Bekasi	Town Development and Real Estate	--	54.37%	1992	306,079,966,680	166,167,908,743
PT Menara Inti Development	Bekasi	Real Estate	--	54.37%	2012	17,090,654,100	18,106,103,848
PT Tunas Pundi Bumi	Bekasi	Town Management	--	54.37%	2010	242,618,129,023	220,879,340,910
PT Erabaru Realindo	Bekasi	Real Estate	--	54.37%	--	26,768,485,905	26,675,274,843
PT Dian Citimarga	Bekasi	Transportation	--	54.37%	1993	610,653,653	574,166,188
PT Kreasi Dunia Keluarga	Bekasi	Recreational Park	--	54.37%	1993	9,374,306,706	8,905,263,816
PT Chandra Mulia Adhidharma	Bekasi	Property Management	--	54.37%	2011	26,580,822,231	47,947,330,121

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT Tirta Sari Nirmala	Bekasi	Water and Waste Treatment	--	54.37%	2011	99,847,948,045	70,243,590,666
PT Waska Sentana	Bekasi	Real Estate	--	54.37%	2011	501,523,736,066	504,659,575,649
PT Swadaya Teknopolis and Subsidiaries	Bekasi	Real Estate	--	54.37%	2009	243,661,090,651	250,000,000
Premium Venture International Ltd and Subsidiary	British Virgin Island	Investment		54.37%		167,426,688,280	--
Intellitop Finance Ltd	British Virgin Island	Investment		28.12%		242,690,449,303	--
PT Bekasi Mega Power	Bekasi	Power Plant	--	54.37%	2009	147,982,000	147,982,000
PT Dunia Air Indah	Bekasi	Recreation Services	--	54.37%	2009	3,432,732,840	3,432,732,840
PT Cahaya Ina Permai and Subsidiaries	Bekasi	Real Estate	--	54.37%	--	82,833,686,626	85,140,741,861
PT Zeus Karya Prima	Tangerang	Development, Trading, Printing and Services	--	54.37%	--	24,804,636,191	27,801,089,340
PT Manunggal Utama Makmur	Tangerang	Real Estate	--	54.37%	--	596,589,607	592,353,788
PT Mahkota Sentosa Ekanusa	Bekasi	Real Estate	--	54.37%	--	18,619,400,396	18,632,125,396
PT Mega Kreasi Teknika	Bekasi	Building Construction	--	54.37%	--	142,048,742	262,498,497
PT Astana Artha Mas	Tangerang	Real Estate	--	54.37%	--	133,286,112,863	132,773,308,048
PT Mega Kreasi Nusantara Teknologi	Bekasi	Real Estate	--	54.37%	--	3,000,000,000	2,000,000,000
PT Pondera Prima Sarana	Tangerang	Real Estate	--	54.37%	--	123,200,000	123,200,000
PT Telaga Banyu Murni and Subsidiary	Tangerang	Real Estate	--	54.37%	--	162,200,000	162,200,000
PT Karimata Alam Damai	Tangerang	Real Estate	--	54.37%	--	41,957,830,000	41,950,330,000
PT Megakreasi Cikarang Damai	Tangerang	Real Estate	--	54.37%	--	8,032,664,879	2,979,317,511
PT Megakreasi Cikarang Permai	Tangerang	Real Estate	--	54.37%	--	500,000,000	500,000,000
PT Megakreasi Cikarang Asri ²⁾	Bekasi	Real Estate	--	40.78%	--	32,994,382,620	33,000,800,000
PT Megakreasi Proportindo Utama ²⁾	Bekasi	Real Estate	--	40.78%	--	64,988,256,338	33,000,817,000
PT Megapratama Karya Persada and Subsidiaries	Tangerang	Investment, Trading and Services	100.00%	--	--	5,205,326,273,300	5,041,931,170,285
PT Siloam International Hospitals Tbk and Subsidiaries	Tangerang	Healthcare Service	--	70.82%	2010	3,013,142,142,653	2,844,085,512,104
PT Aritasindo Permaistemesta	Jakarta	Trading, Development, Mining, Agriculture Services, Land Transport, Printing and Industry	--	70.82%	--	76,800,748	78,124,746
PT Perdana Kencana Mandiri	Jakarta	Industry, Development, Trading, Land Transport, Workshops, Printing, Agriculture, Mining and Services	--	70.82%	--	600,000	520,403,206
PT Multiselaras Anugerah	Tangerang	Development, Trading and Services	--	70.82%	--	9,206,788	448,067,441
PT Nusa Medika Perkasa	Jakarta	Healthcare Service	--	57.79%	--	935,358,517	926,687,462
PT Siloam Graha Utama and Subsidiary	Jakarta	Development, Transportation, Trading and Services	--	70.82%	--	121,254,613,028	142,511,589,460
PT East Jakarta Medika	Bekasi	Healthcare Service	--	64.30%	2002	121,235,799,515	142,492,350,947
PT Guchi Kencana Emas and Subsidiary	Jakarta	Development, and Services	--	70.82%	--	80,240,132,217	88,570,503,605
PT Golden First Atlanta	Jambi	Healthcare Service	--	58.78%	2008	80,210,421,890	88,539,839,436
PT Prawira Tata Semesta and Subsidiary	Jakarta	Development, and Services	--	70.82%	--	227,246,231,822	237,404,060,017
PT Balikpapan Damai Husada	Balikpapan	Healthcare Service	--	56.37%	2007	188,028,325,765	198,183,010,595
PT Siloam Emergency Services	Tangerang	Healthcare Service	--	70.82%	2013	2,622,470,612	2,624,415,127
PT Medika Harapan Cemerlang Indonesia	Tangerang	Trading Industry and Services	--	70.82%	2013	3,370,458,256	2,177,323,630
PT Pancawarna Semesta and Subsidiary	Tangerang	Trading, Industry and Services	--	70.82%	--	66,869,515,769	70,026,074,020
PT Diagram Healthcare Indonesia	Depok	Healthcare Service	--	56.66%	2006	36,312,634,210	39,467,645,852
PT Adamanisa Karya Sejahtera	Jakarta	Trading, Industry and Services	--	70.82%	--	1,060,022,148	995,085,833
PT Brenada Karya Bangsa	Tangerang	Trading, Industry and Services	--	70.82%	--	604,958,333	605,403,333
PT Harmoni Selaras Indah	Tangerang	Trading, Industry and Services	--	70.82%	--	594,625,000	597,340,833
PT Kusuma Prima dana and Subsidiaries	Tangerang	Trading, Industry and Services	--	70.82%	--	125,858,389,605	102,195,707,668

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT Adjaya Buana Sakti and Subsidiaries	Tangerang	Trading, Industry and Services	--	56.66%	--	125,854,364,605	102,188,966,835
PT Siloam Sumsel Kemitraan and Subsidiary	Tangerang	Trading, Industry and Services	--	69.66%	--	8,003,083,670	8,003,625,337
PT RS Siloam Hospital Sumsel	Palembang	Healthcare Services	--	61.88%	2012	126,831,025,657	103,163,599,553
PT Optimum Karya Persada	Jakarta	Trading Industry and Services	--	70.82%	--	1,013,663,633	1,017,232,500
PT Rosela Indah Cipta	Jakarta	Trading Industry and Services	--	70.82%	--	594,625,000	597,153,333
PT Sembada Karya Megah	Tangerang	Trading Industry and Services	--	70.82%	--	614,626,157	617,340,833
PT Trijaya Makmur Bersama	Tangerang	Trading Industry and Services	--	70.82%	--	594,625,000	597,340,833
PT Visindo Galaxi Jaya	Tangerang	Trading Industry and Services	--	70.82%	--	4,992,908,333	4,993,540,833
PT Tunggal Pilar Perkasa and Subsidiaries	Tangerang	Development, Trading, Printing and Services	--	70.82%	--	1,056,922,986,209	902,863,440,805
PT Tirtasari Kencana	Serang	Development, Trading and Services	--	70.82%	--	1,129,510,218	1,130,696,718
PT Gramari Prima Nusa	Medan	Development, Trading, Printing and Services	--	70.82%	2014	151,330,632,845	130,585,488,531
PT Krisolis Jaya Mandiri	Kupang	Healthcare Services	--	70.82%	2014	121,462,882,647	69,331,687,626
PT Kusuma Bhakti Anugerah	Tangerang	Trading Industry and Services	--	70.82%	--	7,198,162,134	7,199,648,894
PT Agung Cipta Raya	Tangerang	Healthcare Services	--	70.82%	--	972,185,000	972,630,000
PT Bina Cipta Semesta	Padang	Healthcare Services	--	70.82%	--	1,010,933,474	1,012,427,500
PT Mega Buana Bhakti	Bangka	Trading Industry and Services	--	70.82%	--	6,300,883,378	5,982,333,520
PT Taruna Perkasa Megah	Yogyakarta	Trading Industry and Services	--	70.82%	--	86,628,683,906	19,014,504,078
PT Tataka Bumi Karya	Bogor	Trading Industry and Services	--	70.82%	--	706,950,198	610,452,500
PT Tataka Karya Indah	Bandung	Trading Industry and Services	--	70.82%	--	833,463,258	837,254,382
PT Siloam Medika Cemerlang	Tangerang	Trading, Industry, and Services	--	70.82%	--	13,849,582,691	3,388,608,668
PT Koridor Usaha Maju and Subsidiaries	Tangerang	Development, Trading, Printing and Services	--	70.82%	--	480,431,482,030	458,363,437,079
PT Medika Sarana Triliansia and Subsidiary	Bali	Development, Trading, Printing and Services	--	70.82%	2008	262,698,177,797	256,054,381,752
PT Trisaka Raksa Waluya	Tangerang	Special Healthcare Services and Services	--	70.82%	2008	139,096,010,479	132,992,756,044
PT Buana Utama Sejati ²⁾	Tangerang	Healthcare Services	--	70.82%	--	23,443,938,645	16,312,100,196
PT Sentra Sejahtera Utama ²⁾	Sorong	Healthcare Services	--	70.82%	--	600,000,000	600,000,000
PT Berlian Cahaya Indah	Tangerang	Healthcare Services	--	70.82%	2014	103,742,750,539	45,004,044,700
PT Rashal Siar Cakra Medika	Jakarta	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	70.82%	2008	56,751,833,773	53,352,264,266
PT Mulia Pratama Cemerlang ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	70.82%	2014	2,097,532,034	600,000,000

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT Medika Rescue International ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	70.82%	--	890,935,225	600,000,000
PT Indah Kemilau Abadi ²⁾	Jember	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	70.82%	--	600,473,000	600,000,000
PT Persada Dunia Semesta ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	70.82%	--	600,000,000	600,000,000
PT Inti Pratama Medika ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	70.82%	--	600,423,000	600,000,000
PT Sentra Sehat Sejahtera ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	70.82%	--	890,935,225	600,000,000
PT Genta Raya Internusa ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	70.82%	--	600,423,000	600,000,000
PT Sembilan Raksa Dinamika*)	Tangerang	Hospital Service Clinic, Polyclinic and Treatment Clinic	--	70.82%	--	26,761,381,504	600,000,000
PT Saritama Mandiri Zamrud*)	Tangerang	Hospital Service Clinic, Polyclinic and Treatment Clinic	--	70.82%	--	600,000,000	600,000,000
PT Gempita Nusa Sejahtera*)	Tangerang	Hospital Service Clinic, Polyclinic and Treatment Clinic	--	70.82%	--	600,000,000	600,000,000
PT Aryamedika Teguh Tunggal*)	Tangerang	Hospital Service Clinic, Polyclinic and Treatment Clinic	--	70.82%	--	600,000,000	600,000,000
PT Mahkota Buana Selaras	Tangerang	Development, Trading, Printing and Services	--	70.82%	--	37,699,011,903	38,623,709,806
PT Bumi Unggul Persada ¹⁾	Tangerang	Hospital Service Clinic, Polyclinic and Treatment Clinic	--	70.82%	--	600,000,000	--
PT Lintas Buana Jaya ¹⁾	Manggarai Barat	Hospital Service Clinic, Polyclinic and Treatment Clinic	--	70.82%	--	627,722,000	--
PT Bina Bahtera Sejati ¹⁾	Bau Bau	Hospital Service Clinic, Polyclinic and Treatment Clinic	--	70.82%	--	600,000,000	--
PT Lintas Laksana Utama ¹⁾	Lubuk Linggau	Hospital Service Clinic, Polyclinic and Treatment Clinic	--	70.82%	--	600,000,000	--
PT Ciptakarya Tirta Cemerlang ¹⁾	Tangerang	Hospital Service Clinic, Polyclinic and Treatment Clinic	--	70.82%	--	600,000,000	--
PT Eramulia Pratamajaya and Subsidiaries	Jakarta	Healthcare Service	99.99%	0.01%	--	1,355,455,730,165	1,075,613,293,094

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT Pradamas Graha Indah	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	76,552,500	71,102,500
PT Siloam Karya Sejahtera	Jakarta	Trading and Services	--	100.00%	--	378,952,740,091	381,154,412,415
PT Siloam Dinamika Perkasa	Jakarta	Trading, Development, Transportation Services	--	100.00%	--	133,833,329,993	135,440,651,110
PT Siloam Sarana Karya	Jakarta	Healthcare Service	--	100.00%	2005	3,239,776,633	3,239,776,633
PT Siloam Tata Prima	Surabaya	Development, Transportation, Trading and Services	--	100.00%	--	3,357,064,837	3,365,647,721
PT Sentra Sarana Karya ²⁾	Makasar	Development, Transportation, Trading and Services	--	100.00%	--	3,357,064,837	3,239,776,633
PT Sarana Dinamika Perkasa ²⁾	Jakarta	Development, Transportation, Trading and Services	--	100.00%	--	133,833,329,993	135,684,650,111
PT Mahaduta Purnama	Jakarta	Development, Transportation, Trading and Services	--	100.00%	--	7,397,737,370	7,397,737,370
PT Buana Mandiri Selaras	Jakarta	Development and Services	--	100.00%	--	474,895,841,053	489,542,770,676
PT Serasi Adikarsa	Jakarta	Trading, Industry, Development and Mining	0.01%	99.99%	--	3,613,672,920	19,805,000
PT Kalanusa Intan Cemerlang and Subsidiary	Tangerang	Trading Development Printing and Services	--	100.00%	--	4,259,900,000	4,259,900,000
PT Garuda Asa Kencana	Tangerang	Development, Trading and Services	--	100.00%	--	100,000,000	100,000,000
PT Cahaya Jaya Raya ²⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Waluya Graha Loka ²⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	270,275,980,765	600,000,000
PT Nusantara Indah Semesta ²⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	22,994,078,216	600,000,000
PT Magenta Sinar Abadi ²⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Pesona Puspita Gemilang ²⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Caraka Cipta Sejahtera ²⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Sentra Mutiara Timur ²⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Tiara Permata Cemerlang ¹⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Berkas Talenta Unggul ¹⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Laskar Unggulan Prima ¹⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Sentana Prima Jaya ¹⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Buana Digdaya Sejahtera ¹⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	--
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*	520,920	520,920
PT Shimatama Graha	Jakarta	Restaurant, Café and Catering	--	100.00%	1989	13,118,629,122	5,841,821,996
PT Aryaduta International Management and Subsidiaries	Jakarta	Hotel Management	--	100.00%	1998	178,695,891,579	13,376,094,582

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Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						September 30, 2015 Rp	December 31, 2014 Rp
PT Aryaduta Surabaya Management	Surabaya	Services	--	100.00%	--	598,181,500	588,906,447
PT Aryaduta Medan Management	Medan	Services	--	100.00%	--	580,506,500	588,878,000
PT Aryaduta Karawaci Management	Tangerang	Services	--	100.00%	--	36,242,204,934	22,947,378,366
PT Aryaduta Makassar Management	Makassar	Services	--	100.00%	--	(1,100,000)	593,327,000
PT Aryaduta Residences	Jakarta	Services	--	100.00%	--	506,146,033,777	3,156,413,733
PT Aryaduta Hotels & Resorts	Jakarta	Services	--	100.00%	--	580,506,500	581,740,500
PT Zodia Karya Indah	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	100,000,000	100,000,000
PT Lippo Hotel Indonesia and Subsidiaries	Tangerang	Services	75.00%	25.00%	--	600,000,000	600,000,000
PT Aryaduta Kuta Bali	Badung	Tourism	--	100.00%	--	600,000,000	600,000,000
PT Cahaya Gemerlap Abadi 2)	Tangerang	Development, Trading, and Services	--	100.00%	--	600,000,000	600,000,000
PT Lippo Horesi Indonesia	Tangerang	Development, Trading, and Services	75.00%	25.00%	--	600,000,000	600,000,000
PT Mega Indah Gemilang and Subsidiaries 1)	Tangerang	Development, Trading, and Services	99.99%	0.01%	--	20,000,000,000	--
PT Karyaindah Cipta Prima 1)	Tangerang	Development, Industry, Printing and Service	--	100.00%	--	600,000,000	--
PT Sunshine Prima Utama and Subsidiary 1)	Tangerang	Development, Industry, Printing and Service	--	100.00%	--	20,000,000,000	--
PT Sunshine Food International 1)	Tangerang	Development, Industry, Printing and Service	--	100.00%	--	20,000,000,000	--
PT Graha Jaya Pratama and Subsidiaries	Tangerang	Real Estate	100.00%	--	--	1,694,918,145,885	1,596,229,076,687
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%	--	1,653,443,985	1,048,135,730
PT Aresta Permata Utama (3.45% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	18,096,846,227	11,737,065,174
PT Fajar Usaha Semesta (4.73% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	24,819,066,959	15,697,407,503
PT Fajar Raya Cemerlang (4.58% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	24,054,070,694	15,206,784,862
PT Fajar Abadi Aditama (3.45% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	18,099,262,184	11,448,214,800
PT Nuansa Indah Lestari and Subsidiaries	Jakarta	Trading	--	100.00%	--	202,185,567,294	142,252,148,482
PT Metropolitan Permaisemesta and Subsidiaries	Jakarta	Trading	--	89.74%	--	205,851,182,394	142,233,500,582
PT Mulia Sarana Sakti	Makassar	Trading	--	100.00%	--	512,000,000	512,000,000
PT Makassar Permata Sulawesi (32.5% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	89.74%	--	201,692,609,016	138,073,158,204
PT Tribuana Jaya Raya	Tangerang	Development, Trading, Printing and Services	--	77.56%	--	593,582,128,051	578,018,813,753
PT Gowa Makassar Tourism Development Tbk and Subsidiaries	Makassar	Real Estate	4.92%	52.36%	1997	1,611,884,299,772	1,524,317,216,546
PT Kenanga Elok Asri and Subsidiaries	Tangerang	Development, Trading, Printing and Services	--	57.28%	--	598,486,969,717	580,527,450,840
PT Krisanta Esa Maju	Tangerang	Development, Trading, Printing and Services	--	57.28%	--	100,017,498	99,849,158
PT Griya Megah Sentosa	Makassar	Trading, Development, Printing and Services	--	57.28%	--	4,885,945,584	2,389,906,938
PT Griya Eksotika Utama	Tangerang	Development, Trading, Printing and Services	--	57.28%	--	193,738,709	193,879,903

* Liquidated

** Transferred

*** Functional Currency is USD

**** Functional Currency is SGD

1) Established in 2015

2) Established in 2014

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On March 13, 2014, PT Kalimaya Pundi Bumi, a subsidiary, disposed 82,500,000 shares ownership in PT Siloam International Hospitals Tbk, a subsidiary, at Rp858,000,000,000. Upon the disposal, the Company recorded Difference in Transactions with Non-Controlling Interest amounted to Rp741,092,494,948 (see Note 31).

On May 12, 2014, PT Wisma Jatim Propertindo (WJP), a subsidiary, acquired all ownership in PT Anugerah Bahagia Abadi (ABA) (through 99.99% direct ownership and 0.01% indirect ownership of MS), with acquisition cost of Rp549,686,500,000. This transaction is a business combination (see Note 47).

On May 19, 2014, PT Primakreasi Propertindo (PKP), a subsidiary, acquired all ownership in PT Andromeda Sakti (AS) (through 99.83% direct ownership and 0.17% indirect ownership of PT Grand Villa Persada (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.

On July 23, 2014, PT Tunggal Pilar Perkasa (TPP) and PT Mandiri Buana Selaras, subsidiaries, acquired 75% and 25% ownership in PT Rashal Siar Cakra Medika (RSCM), with acquisition cost of Rp78,540,426,657 and Rp26,180,142,219, respectively. This transaction is a business combination (see Note 47). RSCM has started its commercial operation since 2008.

On November 28, 2014, TPP, a subsidiary, acquired 20% share ownership in PT Medika Sarana Tralliansia from Steer Clear Limited with acquisition cost of Rp45,030,000,000. TPP recorded Difference in Transactions with Non-Controlling Interest amounted to Rp25,748,354,393 (see Note 31).

On December 20, 2014, PT Manunggal Bumi Sejahtera and PT Sentra Realtindo Development, subsidiaries, acquired all ownership in PT Asiatic Sejahtera Finance (ASF), with acquisition cost of Rp80,000,000,000. This transaction is a business combination (see Note 47). ASF has started its commercial operation since July 2009.

On February 6, 2015, PT Safira Prima Utama and PT Kalimaya Pundi Bumi, subsidiaries, disposed 75,300,000 and 17,500,000 respectively, share ownership in SIH with the price Rp1,136,800,000,000. Upon the disposal, the Company recorded Difference in Transactions with Non-Controlling Interest amounted to Rp1,000,581,189,869 (see Note 31).

On February 12, 2015, WJP, a subsidiary, acquired 25% share ownership in PT Wahana Usaha Makmur (WUM) from PT Mahanaim with acquisition cost of Rp15,334,000,000. WJP recorded Difference in Transactions with Non-Controlling Interest amounted to Rp43,851,181,695 (see Note 31).

On February 23, 2015, WJP, a subsidiary, acquired all ownership in PT Emas Makmur Cemerlang (EMC) (through 99.99% direct ownership and 0.01% indirect ownership of MS with acquisition cost of Rp11,000,000,000. At the acquisition date, EMC has not yet started operation and therefore, recorded as an asset acquisition.

On June 29, 2015, PT Swadaya Teknopolis (ST), a subsidiary, acquired 100% ownership in Premium Venture International Ltd (PVIL), with acquisition cost of Rp170,100,000,000. This transaction is a business combination (see Note 47). PVIL is the parent entity of Intellitop Finance Ltd with the ownership of 51.72%.

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

Based on Deeds of Extraordinary General Meeting of Stockholders No. 30 dated July 3, 2015 and No. 10 dated April 23, 2014 which were 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 September 30, 2015 and December 31, 2014 are as follows:

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	September 30, 2015	December 31, 2014
Board of Commissioners:		
President Commissioner :	Theo L. Sambuaga	Theo L. Sambuaga
Vice President Commissioner :	Surjadi Soedirdja*	Surjadi Soedirdja*
Independent Commissioner :	--	Tanri Abeng
Independent Commissioner :	Agum Gumelar	Agum Gumelar
Independent Commissioner :	Farid Harianto	Farid Harianto
Independent Commissioner :	Muladi	Muladi
Independent Commissioner :	Sutiyoso	Sutiyoso
Commissioner :	Gouw Viven (Viven G Sitiabudi)	Gouw Viven (Viven G Sitiabudi)
Commissioner :	Tanri Abeng	Benny Haryanto Dji

* also as Independent Commissioner

The composition of the Directors as of September 30, 2015 and December 31, 2014 are as follows:

	September 30, 2015	December 31, 2014
Directors:		
President Director :	Ketut Budi Wijaya	Ketut Budi Wijaya
Director :	Tjokro Libianto	Tjokro Libianto
Director :	Johanes Jany	Djoko Harjono*
Director :	Rahmawaty	Rahmawaty
Director :	Stephen Choo Kooi Yoon	Stephen Choo Kooi Yoon
Director :	Ninik Prajitno	Ninik Prajitno
Unaffiliated Director :	Jenny Kuistono	Jenny Kuistono
Unaffiliated Director :	Alwi Sjaaf	--

* Effective resign on September 15, 2014 as reported to OJK based on letter No. 117/LK-COS/VIII/2014 dated August 14, 2014

The Audit Committee composition as of September 30, 2015 and December 31, 2014 are as follows:

Audit Committee:	
Chairman :	Muladi
Members :	Herbudianto
	Achmad Kurniadi

The Company's Corporate Secretary as of September 30, 2015 and December 31, 2014 is Sri Mulyati Handoyo and Jenny Kuistono, respectively.

As of September 30, 2015 and December 31, 2014, the Group have 11,200 and 11,129 permanent employees, respectively (unaudited).

2. Summary of Significant Accounting Policies

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

The consolidated interim financial statements were prepared and presented in accordance with Indonesian Financial Accounting Standards which include the Statement of Financial Accounting Standards (PSAK) and Interpretation of Financial Accounting Standards (ISAK) issued by the Financial Accounting Standard Board – Indonesian Institute of Accountant (DSAK – IAI), and regulations in the Capital Market include Regulations of Financial Services Authority/Capital Market and Supervisory Board and Financial Institution (OJK/Bapepam-LK) No. VIII.G.7 regarding guidelines for the presentation of financial statements, decree of Chairman of Bapepam-LK No. KEP-347/BL/2012 regarding presentation and disclosure of financial statements of the issuer or public company.

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The consolidated interim financial statements have been prepared and presented based on going concern assumption and accrual basis of accounting, except for the consolidated interim statements of cash flows. Basis of measurement in preparation of these consolidated interim financial statements is the historical costs concept, except for certain accounts which have been prepared on the basis of other measurements as described in their respective policies. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

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

The presentation currency used in the preparation of the consolidated interim financial statements is Indonesian Rupiah which is the functional currency of the Group. Each entity in the Group determines its own functional currency as disclosed in Note 1.c and items included in the financial statements of each entity are measured using that functional currency.

The following are new standards, amendments of standards and interpretation of standard issued by DSAK - IAI and effectively applied for the period starting on or after January 1, 2015, as follows:

- 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. 46 (Revised 2014) "Income Taxes"
- PSAK No. 48 (Revised 2014) "Impairment of Assets"
- PSAK No. 50 (Revised 2014) "Financial Instruments: Presentation"
- PSAK No. 55 (Revised 2014) "Financial Instruments: Recognition and Measurement"
- PSAK No. 60 (Revised 2014) "Financial Instruments: Disclosure"
- 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"
- ISAK No. 26 "Reassessment of Embedded Derivatives"

The following is the impact of the amendments in accounting standards that are relevant and significant to the consolidated interim financial statements of the Group among others:

- PSAK No. 1 (Revised 2013) "Presentation of Financial Statements"
PSAK No. 1 (Revised 2013) sets changes in the format and revision of the title of the report. The significant impact of changes of this accounting standar to the Group, among others:
 - Change of report title which previously named "Statement of Comprehensive Income" become "Statement of Profit or Loss and Other Comprehensive Income";
 - Requirement for the presentation of other comprehensive income to be grouped into (a). items that will not be reclassified to profit or loss; and (b). items that will be reclassified to profit or loss.

This standard is applied retrospectively and therefore certain comparative information have been restated.

- PSAK No. 15 (Revised 2013) "Investment in Associates and Joint Ventures"
PSAK No. 15 (Revised 2009) "Investments in Associates" has been revised and re-titled into PSAK 15 (Revised 2013) "Investments in Associates and Joint Ventures". This standard sets out the requirements for the application of the equity method when accounting for investments in associates and joint ventures.

It defines "significant influence", provides guidance on how the equity method of accounting is to be applied and prescribes how investments in associates and joint ventures should be tested for impairment.

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The adoption of the revised standard had no material effect to the consolidated interim financial statements.

- **PSAK No. 24 (Revised 2013) "Employee Benefits"**

This PSAK amending some accounting provisions related to defined benefit plans. The key amendments include elimination of the "corridor approach", modification of accounting for termination benefits and improvement of the recognition, presentation and disclosure requirements for defined benefit plans.

Amended provisions that impacting the Group's consolidated interim financial statements are as follows:

- a. the recognition of actuarial gains (losses) through other comprehensive income;
- b. all past service cost is recognized as an expense at the earlier of the date when the amendment/curtailment occurs or the date when the entity recognizes related restructuring costs or termination benefits. Therefore the unvested past service cost is no longer be deferred and recognized over the vesting period; and
- c. interest expense and returns on plan assets used in the previous PSAK No. 24 is replaced by the concept of net interest, which is calculated using a discount rate liabilities (assets) net defined benefit as determined at the beginning of each annual reporting period.

This amendments have been applied retrospectively (except for changes to the carrying value of assets that include employee benefit costs in the carrying amount) and the effect of the revised standard is presented in Note 3.

- **PSAK No. 46 (Revised 2014) "Income Taxes"**

The revision in this PSAK emphasize on measurement of deferred tax on assets measured at fair value, assuming that the carrying amount of the assets will be recovered through sales. In addition, this standard also removes provision on final tax.

The Group has reclassified the presentation of final income tax expense and comparative information has been restated accordingly (see Note 3).

- **PSAK No. 50 (Revised 2014) "Financial Instrument: Presentation", PSAK No. 55 (Revised 2014) "Financial Instrument: Recognition and Measurement", and PSAK No. 60 (Revised 2014) "Financial Instrument: Disclosures."**

The amendment of these PSAKs mainly related to the changes as an impact the issuance of PSAK No. 68 concerning fair value.

PSAK No. 50 (Revised 2014) removing arrangement of income tax related to dividend and will refer to PSAK No. 46. Furthermore, PSAK No. 50 (Revised 2014) provides more specific arrangement (application guidelines) related to the criteria for offsetting and net settlement of financial asset and financial liability.

The changes in PSAK No. 55 (Revised 2014) deals with measurement and reclassification of embedded derivative, arrangement of criteria and derecognition of hedging instrument, and arrangement of date of recording financial instrument.

PSAK No. 60 (Revised 2014) deals with additional disclosures relates to the fair value, offsetting financial asset and liability, and transfers of financial assets.

The Group had adopting these PSAKs and had completed the required disclosures requirements.

- **PSAK No. 65 "Consolidated interim financial statements"**

This standard replaces all of the guidance on control and consolidation in PSAK No. 4 (Revised

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2009) and ISAK No.7. The core principle that a consolidated entity presents a parent and its subsidiaries as if they are a single economic entity remains unchanged, as do the consolidation procedures.

PSAK No. 65 introduces a single consolidation model that identifies control as the basis for consolidation for all types of entities, where control is based on whether an investor has power over the investee, exposure / rights to variable returns from its involvement with the investee and the ability to use its power over the investee to affect the amount of the returns.

The new standard also includes guidance on participating and protective rights and on agent - principal relationships.

The adoption of the PSAK No. 65 has no impact to the consolidated interim financial statements upon initial adoption, as its scope of consolidation remains unchanged.

- **PSAK No. 66 “Joint Arrangement”**
This standard (that replaces PSAK No 12 (revised 2009) and ISAK No. 12) introduces terminology “joint arrangement”. This standard requires a party to a joint arrangement to determine the type of joint arrangement in which it is involved by assessing its rights and obligations, and then account for those rights and obligations in accordance with that type of joint arrangement. Joint arrangements are either joint operations or joint ventures.: This standard also remove selection of proportionate consolidation method.
- **PSAK No. 67 “Disclosure of Interests in Other Entities”**
PSAK No. 67 combines, enhances, and replaces the disclosure requirements for subsidiaries, joint arrangements, associates, and unconsolidated structured entities. This standard requires the Group to disclose information that enables users of financial statements to evaluate the nature of, and risks associated with, its interests in other entities and the effects of those interests on Group’s consolidated financial statements.

The application of this standard has resulted in more extensive disclosures in the Group’s consolidated interim financial statements.

- **PSAK No. 68 “Fair Value Measurement”**
PSAK No. 68 defines fair value, sets out a single framework for measuring fair value and requires disclosures about fair value measurements. PSAK No.68 applies when other SAKs require or permit fair value measurements

The Group has completed the disclosures requirement as required under this standard.

2.b. Principles of Consolidation

The consolidated interim financial statements include financial statement of the Company and subsidiaries in Note 1.c.

A subsidiary is an entity controlled by the Group, i.e., the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its current ability to direct the entity’s relevant activities (power over the investee).

The existence and effect of substantive potential voting rights that the Group has the practical ability to exercise (i.e., substantive rights) are considered when assessing whether the Group controls another entity.

The Group’s consolidated interim financial statements incorporate the results, cash flows, assets and liabilities of the Company and all of its directly and indirectly controlled subsidiaries. Subsidiaries are consolidated from the effective date of acquisition, which is the date on which the Group effectively obtains control of the acquired business, until that control ceases.

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A parent prepares consolidated interim financial statements using uniform accounting policies for like transactions and other events in similar circumstances. All intragroup transactions, balances, income, expenses and cash flows are eliminated in full on consolidation to reflect the financial position as a single business entity.

The Group attributed the profit and loss and each component of other comprehensive income to the owners of the parent and non-controlling interest even though this results in the non-controlling interests having a deficit balance. The Group presents non-controlling interest in equity in the consolidated interim statement of financial position, separately from the equity owners of the parent.

Changes in the parent's ownership interest in a subsidiary that do not result in loss of control are equity transactions (i.e., transactions with owners in their capacity as owners). When the proportion of equity held by non-controlling interest change, the Group adjusted the carrying amounts of the controlling interest and non-controlling interest to reflect the changes in their relative interest in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to the owners of the parent.

If the Group loses control, the Group:

- (a) Derecognizes the assets (including goodwill) and liabilities of the subsidiary at their carrying amounts at the date when control is lost;
- (b) Derecognizes the carrying amount of any non-controlling interests in the former subsidiary at the date when control is lost (including any components of other comprehensive income attributable to them);
- (c) Recognizes the fair value of the consideration received, if any, from the transaction, event or circumstances that resulted in the loss of control;
- (d) Recognizes any investment retained in the former subsidiary at fair value at the date when control is lost;
- (e) Reclassify to profit or loss, or transfer directly to retained earnings if required by other SAKs, the amount recognized in other comprehensive income in relation to the subsidiary;
- (f) Recognizes any resulting difference as a gain or loss attributable to the parent.

2.c. Foreign Currency Transactions and Translation of Consolidated interim 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.

At the date of consolidated interim financial statement, foreign currency monetary items are translated to Rupiah using the closing rate, i.e., middle rate of Bank of Indonesia at September 30, 2015, December 31, 2014 and January 1, 2014/ December 31, 2013 as follows:

	September 30, 2015	December 31, 2014	December 31, 2013
	Rp	Rp	Rp
1 USD	14,657	12,440	12,189
1 SGD	10,274	9,422	9,628
1 EUR	16,492	15,133	16,821
100 JPY	12,232	10,425	11,617
1 AUD	10,270	10,218	10,876

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

The functional currency of subsidiary for presentation purposes of consolidated interim financial statements, assets and liabilities at reporting date are translated at the closing rate at statement of consolidated interim financial position date, while revenues and expenses are translated using average rate for the period. All resulting exchange differences shall be recognized in other comprehensive income.

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2.d. Cash and Cash Equivalents

Cash consists of cash on hand and placement in bank that can be withdrawn at any time, not pledged as collateral and no restrictions on use.

Cash equivalents 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

Associates are entities which the Group has the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies (significant influence).

Investment in associates accounted for using the equity method. Under the equity method, the investment in an associate is initially recognised at cost and the carrying amount is increased or decreased to recognise the investor's share of the profit or loss of the investee after the date of acquisition. The investor's share of the profit or loss of the investee is recognised in profit or loss. Distributions received from an investee reduce the carrying amount of the investment. Adjustments to the carrying amount may also be necessary for changes in the investor's proportionate interest in the investee arising from changes in the investee's other comprehensive income, including those arising from the revaluation of property, plant and equipment and from foreign exchange translation differences. The investor's share of those changes is recognized in other comprehensive income.

The Group discontinues the use of the equity method from the date when its investment ceases to be an associate as follows:

- (a) if the investment becomes a subsidiary.
- (b) If the retained interest in the former associate is a financial asset, the Group measure the retained interest at fair value.
- (c) When the Group discontinue the use of the equity method, the Group account for all amounts previously recognized in other comprehensive income in relation to that investment on the same basis as would have been required if the investee had directly disposed of the related assets or liabilities.

2.f. Joint Arrangement

Joint arrangement is an arrangement of which two or more parties have joint control, i.e., the contractually agreed sharing of control of an arrangement, which exist only when decisions about the relevant activities require the unanimous consent of the parties sharing control.

The Group classified joint arrangement as:

- (1) Joint Operation
Represents joint arrangement whereby the parties that have joint control of the arrangement have rights to the assets, and obligations for the liabilities, relating to the arrangement. Those parties are called joint operator.

A joint operator recognize in relation to its interest in a joint operation:

- (a) Its assets, including its share of any assets held jointly;
- (b) Its liabilities, including its share of any liabilities incurred jointly;
- (c) Its revenue from the sale of its share of the output arising from the joint operation;
- (d) Its share of the revenue from the sale of the output by the joint operation; and
- (e) Its expenses, including its share of any expenses incurred jointly.

- (2) Joint Venture

Represents joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the arrangement. Those parties are called joint venturers.

A joint venturer recognize its interest in a joint venture as an investment and account for that investment using the equity method.

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2.g. Transaction and Balances 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.
- (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).

All Transaction and significant balances with related parties are disclosed in relevant Note.

2.h. 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 obtained to finance the acquisition and development of land until completed. The cost of residential houses and shophouses consist of actual construction cost.

Land for future development of the Group is classified as "Land for Development". Upon the commencement of development and construction of infrastructure, the carrying costs of land will be reclassified to the respective inventory real estate, investment property or property and equipment accounts, whichever is appropriate.

The excess of carrying value of inventories over their estimated recoverable value is recognized as impairment loss under "Provision for Decline in Value of Inventories" in profit or loss.

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.

Inventories of hospitality business (e.g., food, beverages and others) are carried at the lower of cost and NRV. Cost is determined by using the first-in-first-out method. 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.

The amount of any write-down of inventories to NRV and all losses of inventories shall be recognised as an expense in the period the write-down or loss occurs. The amount of any reversal of any write-down of inventories, arising from an increase in NRV, is recognised as a reduction in the amount of inventories recognised as an expense in the period in which the reversal occurs.

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2.i. Prepaid Expenses

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

2.j. Investment Property

Investment properties are properties (land or a building or part of a building or both) held by the owner or the lessee 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 daily business activities.

Investment property is recognised as an asset if, and only if it is probable that the future economic benefits that are associated with the investment property will flow to the entity; and the cost of the investment property can be measured reliably.

An investment property shall be measured initially at its cost, comprises its purchase price and any directly attributable expenditure (professional fees for legal services, property transfer taxes and other transaction costs). Transaction costs are included in the initial measurement.

After initial recognition, the Group choose to use cost model and measure its investment property at acquisition cost less accumulated depreciation and accumulated impairment losses.

Landrights are not depreciated and are carried at costs.

The cost of repairs and maintenance is charged to profit or loss as incurred while significant renovations and additions are capitalized.

Transfer to investment properties if, and only if, 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 if, and only if, there is a change in use, evidenced by commencement of owner occupation or commencement of development for sale.

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.

2.k. Property and Equipment

Property and equipment are initially recognized at cost, which comprises its purchase price and any cost directly attributable in bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by management.

When applicable, the cost may also comprises the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

After initial recognition, property and equipment, except land, are carried at its cost less any accumulated depreciation, and any accumulated impairment losses.

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Depreciation of property and equipment starts when its available for use and its computed by using straight-line method based on the estimated useful lives of 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. The carrying value of the part replaced was written off.

Own built property and equipment is presented as part of property and equipment as "Construction in Progress" and is stated at cost. All cost incurred related to the construction of such assets is capitalized as part of cost of construction in progress.

The accumulated costs will be transferred to the respective property and equipment items at the time the asset is completed or ready for use and are depreciated since the operation.

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, if any, and the carrying amount of the asset) is credited or charged to operations in the asset is derecognized.

At the end of each financial period, the Group reviews useful life residual values, and methods of depreciation, and the remaining useful life based on technical condition.

2.1. Leases

Determination of whether a lease agreement or an agreement containing with a lease is a finance lease or an operating lease depends on the substance of transaction rather than the form of the contract at the inception date

A lease is classified as finance operating leases if it transfers substantially all the risks and rewards incidental to ownership. A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership.

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.

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The Group as lessors:

Group recognizes assets under a finance lease as a receivable in the statement of financial position at an amount equal to the net investment in the lease. Collection of lease receivable is treated as principal payments and finance income. The recognition of finance income is based on a pattern reflecting a constant periodic rate of return on Group's net investment in the finance lease as lessor.

Group presents assets subject to operating leases in the statement of financial position according to the nature of the asset. Initial direct costs incurred in negotiating and arranging 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 the lease income. Contingent rents, if any, be recognized as income in the period incurred. Lease income from operating leases is recognized as revenue on a straight-line basis over the lease term.

Sale and Leaseback:

Assets sold under a sale and leaseback transaction are accounted for as follows:

- If the sale and leaseback transaction results in a finance lease, any excess of sales proceeds over the carrying amount of the asset is deferred and amortized over the lease term.
- If the sale and leaseback transaction result in an operating lease and the transaction is established at fair value, any profit or loss is recognized immediately. If the sale price is below fair value, any profit or loss is recognized immediately except that, if the loss is compensated by future lease payments at below market price, 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 sale 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.

2.m. Borrowing Cost

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset, are capitalized as part of the cost of that asset. Other borrowing costs are recognized as an expense when incurred. Borrowing costs may include interest expense, finance charges in respect of finance leases, or exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs.

Capitalization of borrowing costs commences when the Group undertakes activities necessary to prepare the asset for its intended use or sale and expenditures for the asset and its borrowing costs has been incurred. Capitalization of borrowing costs ceases when substantially all the activities necessary to prepare the qualifying assets for its intended use or sale are complete.

2.n. Impairment of Assets

At the end of each reporting period, the Group assess whether there is any indication that an asset may be impaired. If any such indication exists, the Group shall estimate the recoverable amount of the asset. Recoverable amount is determined for an individual asset, if its is not possible, the Group determines the recoverable amount of the asset's cash-generating unit.

The recoverable amount is the higher of fair value less costs to sell and its value in use. Value in use is the present value of the estimated future cash flows of the asset or cash generating unit. Present values are computed using pre-tax discount rates that reflect the time value of money and the risks specific to the asset or unit whose impairment is being measured.

If, and only if, the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset shall be reduced to its recoverable amount. The reduction is an impairment loss and is recognized immediately in profit or loss.

An impairment loss recognized in prior period for an asset other than goodwill is reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If this is the case, the carrying amount of the asset shall be increased to its recoverable amount. That increase is a reversal of an impairment loss.

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Impairment of goodwill

Irrespective of whether there is any indication of impairment, goodwill is tested for impairment annually.

For the purpose of impairment testing, goodwill is allocated to each cash-generating unit, or groups of cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the acquiree were assigned to those units or groups of units. Each unit or group of units to which the goodwill is so allocated represent the lowest level within the entity at which the goodwill is monitored for internal management purposes and is not larger than an operating segment.

2.o. Business Combination

Business combination is a transaction or other event in which an acquirer obtains control of one or more businesses. Business combination is accounted for by applying the acquisition method. The consideration transferred in a business combination is measured at fair value, which is calculated as the sum of the acquisition-date fair values of the assets transferred by the Group, liabilities incurred by the Group to former owners of the acquiree, and the equity interests issued by the Group in exchange for control of the acquiree. Acquisition-related costs are recognized as expenses in the periods in which the costs are incurred and the services are received.

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognized at their fair value except for certain assets and liabilities that are measured in accordance with the relevant standards.

Component of non-controlling interests are measured either at fair value or at the present ownership instruments' proportionate share in the recognized amounts of the acquiree's identifiable net assets.

When a business combination is achieved in stages, the Group's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date and the resulting gain or loss, if any, is recognized in profit or loss. When in prior periods, a changes in the value of its equity interest in the acquiree prior to the acquisition date had been recognized in other comprehensive income, that amount shall be recognized on the same basis as would be required if the Group had disposed directly of the previously held equity interest.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Group reports provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted during the measurement period, or additional assets or liabilities are recognized, to reflect new information obtained about facts and circumstances that existed as of the acquisition date that, if known, would have resulted in the recognition of those assets and liabilities as of that date.

At acquisition date, goodwill is measured at its cost being the excess of (a) the aggregate of the consideration transferred and the amount of any non-controlling interest, over (b) the net of identifiable assets acquired and liabilities assumed. If this consideration is lower than the fair value of the net assets of the subsidiary acquired, the difference is recognized in profit or loss as gain on bargain purchase after previously the management reassesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and recognize any additional assets or liabilities that are identified in that review.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. For the purpose of impairment testing, goodwill acquired in a business combination, from the acquisition date, be allocated to each of the Group's Cash Generating Units that is expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those Cash Generating Units.

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If goodwill has been allocated to Cash Generating Units and certain operations on the Cash Generating Units is disposed, the goodwill associated with the operation disposed is included in the carrying amount of the operation when determining the gain or losses on disposal. Disposed goodwill is measured on the basis of relative values of the operation disposed of and the portion of the Cash Generating Units retained.

2.p. Intangible Assets

Intangible asset is measured on initial recognition at cost. After initial recognition, intangible asset is carried at cost less any accumulated amortization and any accumulated impairment loss. The useful life of intangible asset is assessed to be either finite or indefinite.

Intangible asset with indefinite useful life

Intangible asset with indefinite life is not amortized. The useful life of an intangible asset with an indefinite life is reviewed annually to determine whether events and circumstances continue to support an indefinite useful life assessment for that asset. If they do not, the change in the useful life assessment from indefinite to finite is accounted for on a prospective basis.

Intangible asset with indefinite life is tested for impairment annually and whenever there is an indication that the intangible asset may be impaired.

Goodwill

Goodwill arising in a business combination is initially measured at its cost, being 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 (if any) over the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed.

After initial recognition, goodwill acquired in a business combination is measured at cost less any accumulated impairment losses. Goodwill is not amortised.

Intangible asset with definite useful life

Intangible asset with finite life is amortized over the economic useful life by using a straight-line method (or other method as it reflects the pattern in which the asset's future economic benefits are expected to be consumed by the entity).

Software is amortized over the economic useful life with the straight line method based on the estimated useful lives for 5 (five) years.

Amortisation is calculated so as to write-off the cost of the asset, less its estimated residual value.

2.q. Employee Benefits

Short-term Employee Benefits

Short-term employee benefits are recognized when an employee has rendered service during accounting period, at the undiscounted amount of short-term employee benefits expected to be paid in exchange for that service.

Short term employee benefits include such as wages, salaries, bonus and incentive.

Post-employment Benefits

Post-employment benefits such as retirement, severance and service payments are calculated based on Labor Law No. 13/2003 ("Law 13/2003").

The Group recognizes the amount of the net defined benefit liability at the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets which calculated by independent actuaries using the Projected Unit Credit method. Present value benefit obligation is determined by discounting the benefit.

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The Group accounts not only for its legal obligation under the formal terms of a defined benefit plan, but also for any constructive obligation that arises from the entity's informal practices.

Current service cost, past service cost and gain or loss on settlement, and net interests on the net defined benefit liability (asset) are recognized in profit and loss.

The remeasurement of the net defined benefit liability (assets) comprises actuarial gains and losses, the return on plan assets, and any change in effect of the asset ceiling are recognized in other comprehensive income.

Termination Benefits

The Group recognizes a liability and expense for termination benefits at the earlier of the following dates:

- (a) When the Group can no longer withdraw the offer of those benefits; and
- (b) When the Group recognizes costs for a restructuring that is within the scope of PSAK No. 57 and involves payment of termination benefits.

The Group measures termination benefits on initial recognition, and measures and recognizes subsequent changes, in accordance with the nature of the employee benefits.

2.r. Business Combination between Entities Under Common Control

Business combination of entities under common control transactions, such as transfers of business conducted within the framework of the reorganization of the entities that are in the same group, not a change of ownership in terms of economic substance, so that the transaction can not result in a gain or loss for the Group as a whole or the individual entity within the Group.

Due to business combination transactions of entities under common control does not lead to change in economic substance of ownership on the exchanged asset, liability, shares or other ownership instrument, then the transferred asset or liability (in its legal form) is recorded at its carrying amount as well as a business combination under the pooling of interest method.

An entity that receives the business, in a business combination of entities under common control, recognizes the difference between the amount of the consideration transferred and the carrying amount of each transaction is a business combination of entities under common control in equity under additional paid in capital.

If the entity that received the business, subsequently dispose the business entity acquired previously, the additional paid-in capital recorded before, can not be recognized as a realized gain or loss nor reclassified to retain earning.

2.s. Revenue and Expense Recognition

The Group recognizes revenue from the sale of real estate based on PSAK No. 44 "Accounting for Real Estate Development Activities" as follows:

- (i) Revenues from sales of lots that do not require the seller to construct building are recognized under the full accrual method if all of the following conditions are met:
 - a. total payments by the buyer are at least 20% of the agreed selling price and the amount is not refundable;
 - b. the selling price is collectible;
 - c. the receivable is not subordinated to other loans in the future;
 - d. The land development process is complete so that the seller has no further obligations related to the lots sold, such as obligation to construct amenities or obligation to build other facilities applicable to the lots sold as provided in the agreement between the seller and the buyer or regulated by law; and

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- e. Only the lots are sold, without any requirement of the seller's involvement in the construction of building on the lots.
- (ii) Revenues from sales of houses, shop houses, and other similar property and related land are recognized under the full accrual method if all of the following conditions are met:
 - a. a sale is consummated;
 - b. the selling price is collectible;
 - c. the seller's receivable is not subject to future subordination against other loans which will be obtained by the buyer; and
 - d. The seller has transferred the risks and rewards of ownership to the buyer through a transaction that is in substance a sale and does not have substantial continuing involvement with the property.
- (iii) Revenues from sales shopping center and, apartments are recognized using the percentage-of-completion method if all of the following conditions are met:
 - a. the construction process has already commenced, i.e., the building foundation has been completed and all of the requirements to commence construction have been fulfilled;
 - b. total payments by the buyer are at least 20% of the agreed selling price and the amount is not refundable; and
 - c. the amount of revenue and the cost of the property can be reliably 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.

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.

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 interim 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.

Hotel and restaurant revenues are recognized when the goods or services provided to hotel guests or restaurant visitors. Revenue tuition and membership fees are deferred (presented under Deferred Income) and recognized as income over the period of its membership.

Expenses are recognised as incurred on an accruals basis.

2.t. Income Tax

Tax expense is the aggregate amount included in the determination of profit or loss for the period. Current tax and deferred tax is recognized in profit or loss, except for income tax arising from transactions or events that are recognized in other comprehensive income or directly in equity. In this case, the tax is recognized in other comprehensive income or equity, respectively.

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Current tax for current and prior periods shall, to the extent unpaid, be recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess shall be recognised as an asset. Current tax liabilities (assets) for the current and prior periods shall be measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Tax benefits relating to tax loss that can be carried back to recover current tax of a previous periods is recognized as an asset. Deferred tax asset is recognized for the carryforward of unused tax losses and unused tax credit to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilized.

A deferred tax liability shall be recognised for all taxable temporary differences, except to the extent that the deferred tax liability arises from:

- a) the initial recognition of goodwill; or
- b) the initial recognition of an asset or liability in a transaction which is
 - (i) not a business combination and
 - (ii) at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and deferred tax assets shall reflect the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

The carrying amount of a deferred tax asset reviewed at the end of each reporting period. The Group shall reduce the carrying amount of a deferred tax asset to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or all of that deferred tax asset to be utilised. Any such reduction shall be reversed to the extent that it becomes probable that sufficient taxable profit will be available.

The offset deferred tax assets and deferred tax liabilities if, and only if:

- 1) the Group has a legally enforceable right to set off current tax assets against current tax liabilities; and
- 2) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on either:
 - i. the same taxable entity; or
 - ii. different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realize the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

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

- 1) has legally enforceable right to set off the recognized amounts, and
- 2) intends either to settle on a net basis, or to realize the assets and settle liabilities simultaneously.

2.u. Earnings per Share

Basic earnings per share is computed by dividing the profit or loss attributable to ordinary equity holders of the parent entity by the weighted average number of ordinary shares outstanding during the period.

For the purpose of calculationg diluted earnings per share, the Group shall adjust profit or loss attributable to ordinary equity holders of the parent entity, and the weighted average number of shares outstanding, for the effect of all dilutive potential ordinary shares.

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2.v. Treasury Stock

Treasury stock is recorded at its acquisition cost and presented as a deduction from capital stock under equity section of consolidated interim statements of financial position. The excess of proceed from future re-sale of treasury stock over the related acquisition cost or vice-versa shall be accounted for as an addition to or deduction from additional paid-in capital.

2.w. Operating Segment

Group presented operating segments based on the financial information used by the chief operating decision maker in assessing the performance of segments and in the allocation of resources. The segments are based on the activities of each of the operating legal entities within the Group.

An operating segment is a component of the entity:

- that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to the transactions with other components of the same entity);
- whose operating results are regularly reviewed by chief operating decision maker to make decisions about resources to be allocated to the segment and assesses its performance; and
- for which separate financial information is available.

2.x. Financial Instruments

Initial Recognition and Measurement

The Group recognizes a financial assets or a financial liabilities in the consolidated interim statement of financial position when, and only when, it becomes a party to the contractual provisions of the instrument. At initial recognition, the Group measures all financial assets and financial liabilities at its fair value. In the case of a financial asset or financial liability is not measured at fair value through profit or loss, fair value is added or reduced with the transaction costs that are directly attributable to the acquisition or issuance of the financial asset or financial liability. Transaction costs incurred on acquisition of a financial asset and issuance of a financial liability classified at fair value through profit or loss are expensed immediately.

Subsequent Measurement of Financial Assets

Subsequent measurement of financial assets depends on their classification on initial recognition. The Group classifies financial assets in one of the following four categories:

(i) Financial Assets at Fair Value Through Profit or Loss (FVTPL)

Financial assets at FVTPL are financial assets held for trading or upon initial recognition it is designated as at fair value through profit or loss. Financial asset classified as held for trading if it is acquired or incurred principally for the purpose of selling and repurchasing it in the near term, or it is a part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit taking, or it is a derivative, except for a derivative that is a designated and effective hedging instrument.

After initial recognition, financial assets at FVTPL are measured at its fair value. Gains or losses arising from a change in the fair value of financial assets are recognized in profit or loss.

(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, other than:

- (a) those that intends to sell immediately or in the near term and upon initial recognition designated as at fair value through profit or loss;
- (b) those that upon initial recognition designated as available for sale; or
- (c) those for which the holder may not recover substantially all of its initial investment, other than because of credit deterioration.

After initial recognition, loans and receivable are measured at amortized cost using the effective interest method.

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(iii) Held-to-Maturity (HTM) Investments

HTM investments are non-derivative financial assets with fixed or determinable payments and fixed maturity that the Group has the positive intention and ability to hold to maturity.

After initial recognition, HTM investments are measured at amortized cost using the effective interest method.

(iv) Available-for-Sale (AFS) Financial Assets

AFS financial assets are non-derivative financial assets that are designated as available for sale on initial recognition or are not classified as (a) loans and receivable, (b) held-to-maturity investment, or (c) financial assets at fair value through profit or loss.

After initial recognition, AFS financial assets are measured at its fair value. Gains or losses arising from a change in the fair value is recognized on other comprehensive income, except for impairment losses and foreign exchange gains and losses, until the financial assets is derecognized. At that time, the cumulative gains losses previously recognized in other comprehensive income shall be reclassified from equity to profit or loss as a reclassification adjustment.

Investment in equity instruments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured are measured at cost.

Subsequent Measurement of Financial Liabilities

Subsequent measurement of financial liabilities depends on their classification on initial recognition. The Group classifies financial liabilities into one of the following categories:

(i) Financial Liabilities at Fair Value Through Profit or Loss (FVTPL)

Financial liabilities at FVTPL are financial liabilities held for trading or upon initial recognition it is designated as at fair value through profit or loss. Financial liabilities classified as held for trading if it is acquired or incurred principally for the purpose of selling and repurchasing it in the near term, or it is a part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit taking, or it is a derivative, except for a derivative that is a designated and effective hedging instrument.

After initial recognition, financial liabilities at FVTPL are measured at its fair value. Gains or losses arising from a change in the fair value are recognized in profit or loss.

(ii) Other Financial Liabilities

Financial liabilities that are not classified as financial liabilities at FVTPL are grouped in this category and are measured at amortized cost using the effective interest method.

Derecognition of Financial Assets and Liabilities

The Group derecognizes a financial asset when, and only when the contractual rights to the cash flows from the financial asset expire or the Group transfers the contractual rights to receive the cash flows of the financial asset or retains the contractual rights to receive the cash flows but assumes a contractual obligation to pay the cash flows to one or more recipients in an arrangement. If the Group transfers substantially all the risks and rewards of ownership of the financial asset, the Group derecognizes the financial asset and recognize separately as asset or liabilities any rights and obligation created or retained in the transfer. If the Group neither transfers nor retains substantially all the risks and rewards of ownership of the financial asset and has retained control, the Group continues to recognize the financial asset to the extent of its continuing involvement in the financial asset. If the Group retains substantially all the risks and rewards of ownership of the financial asset, the Group continues to recognize the financial asset.

The Group removes a financial liability from its statement of financial position when, and only when, it is extinguished, ie when the obligation specified in the contract is discharged or cancelled or expires.

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Impairment of Financial Assets

At the end of each reporting period, the Group assess whether there is any objective evidence that a financial asset or group of financial assets is impaired. A financial asset or group of financial assets is impaired and impairment lossess are incurred, if and only if, there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (loss event), and that loss event has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated.

The following are objective evidence that a financial asset or group of financial assets is impaired:

- (a) Significant financial difficulty of the issuer or obligor;
- (b) A breach of contract, such as default or delinquency in interest or principal payments;
- (c) It becoming probable that the borrower will enter bankruptcy or other financial reorganization;
- (d) Observable data indicating that there is a measurable decrease in the estimated future cash flows from a group of financial assets since the initial recognition, such as adverse changes in the payment status of borrowers or economic condition that correlate with defaults.

For investment in equity instrument, a significant and prolonged decline in the fair value of the equity instrument below its cost is an objective evidence of impairment.

If there is objective evidence that an impairment loss has been incurred on loans and receivable or held-to-maturity investments carried at amortized cost, the amount of impairment loss is measured as the difference between the carrying amount of the financial asset and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate and recognized in profit or loss.

When a decline in the fair value of an available-for-sale financial asset has been recognized in other comprehensive income and there is objective evidence that the asset is impaired, the cumulative loss that had been recognized in other comprehensive income shall be reclassified from equity to profit or loss as a reclassification adjustment even though the financial assets has not been derecognized. The amount of the cumulative loss that is reclassified are the difference between the acquisition cost (net of any principal repayment and amortisation) and current fair value, less any impairment loss on that financial asset previously recognized in profit or loss.

The Effective Interest Method

The effective interest method is a method of calculating the amortized cost of a financial asset or a financial liability (or group of financial assets or financial liabilities) and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discount estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, the Group estimates cash flows considering all contractual terms of the financial instrument, for example, prepayment, call and similar option, but shall not consider future credit losses. The calculation includes 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 all other premiums or discounts.

Reclassification

The Group shall not reclassify a derivative out of the fair value through profit or loss category while it is held or issued and not reclassify any financial instrument out of the fair value through profit or loss category if upon initial recognition it was designated by the Group as at fair value through profit or loss. The Group may reclassify that financial asset out of the fair value through profit or loss category if a financial asset is no longer held for the purpose of selling or repurchasing it in the near term. The Group shall not reclassify any financial instrument into the fair value through profit or loss category after initial recognition.

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If, as a result of a change in Group's intention or ability, it is no longer appropriate to classify an investment as held to maturity, it shall be reclassified as available for sale and remeasured at fair value. Whenever sales or reclassification of more than an insignificant amount of held-to-maturity investments, any remaining held-to-maturity investments shall be reclassified as available for sale, other than sales or reclassification that are so close to maturity or the financial asset's call date, occur after all the financial asset's original principal has been collected substantially through scheduled payments or prepayments, or are attributable to an isolated event that is beyond control, non-recurring, and could not have been reasonably anticipated.

Offsetting a Financial Asset and a Financial Liability

A financial asset and financial liability shall be offset when and only when, the Group currently has a legally enforceable right to set off the recognized amount; and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

Fair values are categorised into different levels in a fair value hierarchy based on the degree to which the inputs to the measurement are observable and the significance of the inputs to the fair value measurement in its entirety:

- (i) Quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date (Level 1)
- (ii) Inputs other than quoted prices included in Level 1 that are observable for the assets or liabilities, either directly or indirectly (Level 2)
- (iii) Unobservable inputs for the assets or liabilities (Level 3)

When measuring the fair value of an asset or a liability, the Group uses market observable data to the extent possible. If the fair value of an asset or a liability is not directly observable, the Group uses valuation techniques that appropriate in the circumstances and maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs.

Transfers between levels of the fair value hierarchy are recognised by the Group at the end of the reporting period during which the change occurred.

Hedging

The normal course of the Group's business exposes it to currency and interest rate risks. In order to hedge these risks in accordance with the management's written treasury policies, the Group uses derivatives and other hedging instruments. PSAK No. 55 allows 3 types of hedging relationships:

- Fair value hedge;
- Cash flow hedge;
- Hedge of a net investment in a foreign operation.

The Group uses hedge accounting only when the following conditions at the inception of the hedge are satisfied:

- The hedging instrument and the hedged item are clearly identified;
- Formal designation and documentation of the hedging relationship is in place. Such hedge documentation includes the hedge strategy and the method used to assess the hedge's effectiveness; and
- The hedge relationship is expected to be highly effective throughout the life of the hedge.

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The above documentation is subsequently updated at each reporting date in order to assess whether the hedge is still expected to be highly effective over its remaining life.

Cash flow hedge The portion of the gain or loss on the hedging instrument that is determined to be an effective hedge is recognised (net of tax) in other comprehensive income and accumulated under hedging reserve, and the ineffective portion of the gain or loss on the hedging instrument is recognised in profit or loss.

No adjustment is made to the hedged item.

If a hedge of a forecast transaction subsequently results in the recognition of a financial assets or liabilities, the related gain or loss previously recognized in other comprehensive income shall be reclassified from equity to profit or loss as a reclassification adjustment in the same period when hedging on forecasted cash flow affect earnings.

If a hedge of a forecast transaction subsequently results in the recognition of a non-financial asset or a non-financial liability, or a forecast transaction for a non-financial asset or non-financial liability becomes a firm commitment for which fair value hedge accounting is applied, then the Group reclassifies the associated gains and losses that were recognized in other comprehensive income to profit or loss as a reclassification adjustment.

Derivatives

All derivatives are initially recognised and subsequently carried at fair value. The Group policy is to use derivatives only for hedging purposes. Accounting for derivatives engaged in hedging relationships is described in the above section.

Changes in the fair value of derivatives that are designated and qualify as cash flow hedges for accounting purposes and that are effective, are recognized 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 recognized 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 consolidated interim financial position date and calculated based on observable 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 recognized 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.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 interim 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 on 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.

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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 interim 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 interim 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 5).

Impairment of Goodwill

In estimating the impairment of goodwill, the Group's management performs analysis and assessment of the ability of the cash generating unit, the change of the operating conditions of acquired entity and transfer of goodwill generating unit. If there are indications of a decrease in the ability of the cash generating unit in generating cash and management believes that the cash generating unit decrease the ability to generate cash, then the management will do the impairment of goodwill. If there is a change in the operational business units and/ or cash-generating unit has been transferred, the entire value of goodwill previously recorded will be impaired. The carrying value of goodwill is presented in Note 15.

Deferred Tax Assets Estimation

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 19.b).

Useful Lives of Property and Equipment and Investment Property Estimation

Management makes a periodic review of the useful lives of property and equipment and investment property 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 and investment property, if any, are prospectively treated in accordance with PSAK No. 25 (Revised 2010), "Accounting Policies, Changes in Accounting Estimates and Errors" (see Notes 13 and 14).

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 the discount rate. Changes in these assumptions will affect the carrying amount of post-employment benefits (see Note 25).

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The Group determines the appropriate discount rate at end of reporting period 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 period 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 36).

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 performs specific calculations for each doctor, make payments and taxed accordingly 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 36).

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3. Restatement and Reclassification of Consolidated Interim Financial Statements

In connection with the adoption of the revised PSAK No. 24 (Revised 2013) "Employee Benefits" effective January 1, 2015, the Company has restated consolidated financial statements as of December 31, 2014 and January 1, 2014/ December 2013.

The consolidated statements of financial position as of December 31, 2014 and January 1, 2014/ December 31, 2013 before and after restatement is as follow:

	December 31, 2014		January 1, 2014/ December 31, 2013	
	Before Restatement Rp	After Restatement Rp	Before Restatement Rp	After Restatement Rp
Long-Term Employment Benefits Liabilities	218,394,264,254	255,676,668,775	187,635,603,635	207,278,972,418
Other Comprehensive Income	840,369,302,174	794,832,746,740	978,701,350,944	942,457,396,783
Deferred Tax Assets	52,255,688,231	63,918,907,644	50,363,528,322	52,650,149,802
Non-Controlling Interests	2,314,899,719,845	2,033,249,666,540	1,376,698,240,626	1,376,603,431,709
Retained Earnings	6,975,737,954,433	7,003,682,234,601	4,748,452,643,994	4,767,434,659,769

The restated consolidated interim statement of profit or loss and other comprehensive income for the nine months period ended September 30, 2014 is as follow:

	September 30, 2014	
	Before Restatement Rp	After Restatement Rp
Non-Controlling Interests	364,358,391,216	360,875,488,689
Long Term employee Benefits	--	17,681,511,055
Deferred Tax Benefit (Expenses)	768,486,502	(3,610,875,891)

In connection with the adoption of the revised PSAK No. 46 (Revised 2014) "Income Taxes" effective January 1, 2015, the Company reclassified presentation of final income tax before as apart of corporate income tax to be part of revenue in profit or loss for the nine months period ended September 30, 2014.

The following is balance of corporate income tax and revenue in the consolidated interim profit or loss and other comprehensive income for the nine months period ended September 2014 before and after reclassification:

	September 30, 2014	
	Before Reclassification Rp	After Reclassification Rp
Net Revenue	6,120,999,259,961	5,960,280,974,844
Final Tax Expenses	160,718,285,117	--

4. Cash and Cash Equivalents

	September 30, 2015 Rp	December 31, 2014 Rp
Cash		
(Include September 30, 2015: USD2,564, SGD500, EUR4,800, JPY113,800, AUD6,376 ; December 31, 2014: USD2,564, SGD500, EUR4,800, JPY113,800, AUD6,376)	10,838,186,315	6,620,446,207
Bank		
Third Parties		
Rupiah		
PT Bank CIMB Niaga Tbk	160,006,788,137	320,481,703,637
PT Bank Negara Indonesia (Persero) Tbk	68,874,899,051	118,442,528,427
PT Bank Mandiri (Persero) Tbk	44,139,067,956	28,035,605,515
PT Bank Permata Tbk	33,964,300,439	237,174,662,552
PT Bank Central Asia Tbk	32,622,760,465	57,811,715,043
PT Bank Rakyat Indonesia (Persero) Tbk	27,357,648,239	16,645,255,187
PT Bank Danamon Indonesia Tbk	10,354,041,872	10,713,599,454
PT Bank Mega Tbk	4,166,406,155	16,547,697,141
PT Bank OCBC NISP Tbk	3,836,121,101	3,841,943,155

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	September 30, 2015 Rp	December 31, 2014 Rp
PT Bank Internasional Indonesia Tbk	3,196,141,653	2,986,264,647
PT Bank Tabungan Negara (Persero) Tbk	2,474,491,529	1,951,326,092
Others (Each bellow Rp1 billion)	4,224,616,731	4,392,874,950
<u>Foreign Currencies</u>		
BNP Paribas, Singapore		
USD	172,140,254,243	54,895,277,406
SGD	12,656,537,271	71,383,502,267
OCBC Bank, Singapore - SGD	115,850,994,860	50,950,462,884
PT Bank Permata Tbk		
USD	5,578,275,531	7,412,647,182
SGD	90,416,783,816	9,424,726,727
PT Bank OCBC NISP Tbk		
EUR	102,631,365	94,174,172
USD	3,771,540,559	3,231,417,386
SGD	56,139,342,444	358,434,677,891
PT Bank CIMB Niaga Tbk		
USD	4,310,996,166	14,565,105,541
SGD	30,786,871,248	836,974,421,943
PT Bank Negara Indonesia (Persero) Tbk		
USD	6,072,835,140	8,950,532,697
SGD	14,113,810,425	519,085,305,443
PT Bank Internasional Indonesia Tbk - USD	3,548,829,231	17,348,651,129
PT Bank ANZ Indonesia		
EUR	4,202,871,066	4,086,002,246
USD	3,385,145,182	2,679,901,063
AUD	3,283,348,281	9,572,022,812
Credit Suisse, Singapore - SGD	5,569,866,199	--
PT Bank Mega Tbk		
USD	2,310,587,239	2,517,140,451
SGD	2,408,147,004	2,206,932,491
Others (each bellow Rp1 billion)	1,906,570,719	1,719,989,289
Related Party		
<u>Rupiah</u>		
PT Bank Nationalnobu Tbk	388,466,690,282	347,242,393,752
	<u>1,322,240,211,599</u>	<u>3,141,800,460,572</u>
Time Deposits		
Third Parties		
<u>Rupiah</u>		
PT Bank CIMB Niaga Tbk	112,792,270,396	126,728,127,142
PT Bank Negara Indonesia (Persero) Tbk	109,550,000,000	97,646,596,412
PT Bank Mega Tbk	8,000,000,000	3,000,000,000
PT Bank Mandiri (Persero) Tbk	--	9,400,530,387
PT Bank Mayapada International Tbk	--	1,033,988,047
Others (each bellow Rp1 billion)	2,257,485,353	2,132,098,630
<u>Foreign Currencies</u>		
Credit Suisse, Singapore		
USD	--	4,633,865,666
SGD	17,749,304,763	61,504,402,084
OCBC Bank, Singapore - SGD	--	74,560,695,591
PT Bank CIMB Niaga Tbk - USD	108,264,870	108,264,766
	<u>250,457,325,382</u>	<u>380,748,568,725</u>
Total	<u>1,583,535,723,296</u>	<u>3,529,169,475,504</u>

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

	September 30, 2015	December 31, 2014
Interest Rates		
Rupiah	3.00% - 10.00%	3.00% - 10.00%
Foreign Currency	0.50% - 3.00%	0.50% - 3.00%
Maturity Period	0 - 3 Months	0 - 3 Months

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5. Trade Accounts Receivable

	September 30, 2015 Rp	December 31, 2014 Rp
Third Parties		
Urban Development:		
Land Lots	170,931,074,695	51,067,566,957
Residential Houses and Shophouses	51,066,965,089	25,800,187,442
Memorial Park	24,774,582,184	22,855,595,423
Asset Enhancements	23,162,204,689	39,223,150,633
Others	77,521,519,174	15,817,747,188
Subtotal	<u>347,456,345,831</u>	<u>154,764,247,643</u>
Large Scale Integrated Development:		
Apartments	49,601,761,631	19,182,165,804
Asset Enhancements	4,339,239,387	7,902,398,506
Subtotal	<u>53,941,001,018</u>	<u>27,084,564,310</u>
Retail Malls:		
Asset Enhancements	149,654,749,538	151,884,010,118
Shopping Centers	19,900,213,060	21,207,942,024
Subtotal	<u>169,554,962,598</u>	<u>173,091,952,142</u>
Healthcare:		
Inpatient and Outpatient	520,956,486,644	403,650,789,171
Hospitality and Infrastructure:		
Town Management and Water Treatment	164,939,974,437	132,664,904,503
Hotels and Restaurants	11,738,397,807	13,801,721,957
Others	1,535,058,040	8,557,120,665
Subtotal	<u>178,213,430,284</u>	<u>155,023,747,125</u>
Property and Portfolio Management:		
Management Fees	81,811,333,581	98,875,298,186
Total Trade Accounts Receivable from Third Parties	1,351,933,559,956	1,012,490,598,577
Less: Allowance for Impairment in Value	(65,259,150,624)	(64,936,716,285)
Trade Accounts Receivable from Third Parties - Net	<u>1,286,674,409,332</u>	<u>947,553,882,292</u>
Related Parties		
Healthcare:		
Inpatient and Outpatient	8,825,123,799	3,549,747,604
Total	<u><u>1,295,499,533,131</u></u>	<u><u>951,103,629,896</u></u>

Analysis of trade receivables by maturity is presented in Note 46.

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

	September 30, 2015 Rp	December 31, 2014 Rp
Third Parties		
Beginning Balance	64,936,716,285	50,066,447,517
Addition	322,434,339	15,897,116,807
Reversal	--	(1,026,848,039)
Ending Balance	<u><u>65,259,150,624</u></u>	<u><u>64,936,716,285</u></u>

Additional (reversal) of allowance for impairment in value 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 in value 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 23).

Trade accounts receivable denominated in Rupiah and foreign currencies. Trade accounts receivable in foreign currencies are presented in Notes 44 and 46.

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6. Other Current Financial Assets

	September 30, 2015 Rp	December 31, 2014 Rp
Third Parties		
Available-for-Sale Financial Assets	6,232,076,394,846	5,502,958,263,108
Call Spread Option (See Note 42.d)	2,149,285,620,423	1,787,652,313,287
Other Accounts Receivable	882,534,573,605	675,624,583,321
Dividend Receivable	105,512,239,977	144,775,104,434
Investment in Mutual Fund	27,759,585,600	--
Promissory Note (2015: USD781,600)	11,455,911,200	--
Total	9,408,624,325,651	8,111,010,264,150

Available-for-Sale Financial Assets

	September 30, 2015 Rp	December 31, 2014 Rp
At Cost		
Lippo Malls Indonesia Retail Trust (LMIR Trust)		
(2015: 811,867,368 units; 2014: 807,438,556 units)	3,272,993,863,586	3,272,180,664,720
First REIT (2015: 250,558,029 units; 2014: 246,633,504 units)	2,006,255,783,232	1,956,314,723,620
PT Kawasan Industri Jababeka Tbk (KIJA) (2015: 1,511,850,179 shares)	338,938,289,009	--
Foreign Exchange Translation	148,298,180,884	106,215,030,060
Accumulated Unrealized Gain (Loss):		
Charged to Profit or Loss	(17,387,163,577)	(1,949,311,917)
Charged to Other Comprehensive Income	482,977,441,712	170,197,156,625
Total	6,232,076,394,846	5,502,958,263,108

Available-for-Sale Financial Assets are investments in REIT units which are listed on the Singapore Stock Exchange and KIJA shares listed in Indonesia Stock Exchange. The quoted market price of REIT units as of September 30, 2015 and December 31, 2014 are SGD1.29 and SGD1.26, respectively, for First REIT units, and SGD0.32 and SGD0.34, respectively, for LMIR Trust units. The quoted market price of KIJA as of September 30, 2015 is Rp160.

In 2015, Bridgewater International Ltd and LMIRT Management Ltd, subsidiaries, disposed 9,000,000 units and 10,000,000 units of LMIR Trust at the price per unit of SGD0.345 (equivalent Rp3,270) and SGD0.345 (equivalent Rp3,270). Loss on disposal from these transactions amounted to Rp15,437,851,660 and recorded as other income in the profit or loss.

Addition of investments available for sell in KIJA include 1,480,613,606 units from aquired entity of Rp387,920,764,772 (included in other comprehensive income amounted to Rp58,546,531,498) (see Note 47).

Other Accounts Receivable

	September 30, 2015 Rp	December 31, 2014 Rp
Third Parties		
Receivables from Transfer of Land and Building Right	376,848,656,200	351,685,089,141
Receivables from Operator and Tenant Association of Mall	227,086,274,554	42,485,710,463
Performance Guarantee Receivables Hospital and Hotel	103,500,000,000	--
Billing of Joint Operation	46,664,899,527	46,664,899,527
Others	135,901,566,618	242,088,594,373
SubTotal	890,001,396,899	682,924,293,504
Less: Allowance for Impairment in value	(7,466,823,294)	(7,299,710,183)
Total - Net	882,534,573,605	675,624,583,321

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

	September 30, 2015 Rp	December 31, 2014 Rp
Third Parties		
Beginning Balance	7,299,710,183	6,353,293,962
Addition	167,113,111	946,416,221
Ending Balance	7,466,823,294	7,299,710,183

Receivables from transfer of land and building right are receivables resulted from payments of tax on the transfer of land and buildings of Mall Kemang, Siloam Hospitals Makassar and Siloam Hospitals Bali.

Receivables from operator and tenant association of mall represents receivables resulted from payment of service charge, repair and maintenance units of malls that have been transferred to another parties.

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

Hospital and Hotel Performance Guarantee receivables

Hospital and Hotel performance guarantees receivables are receivables arising from billing of under achievement of EBITDA performance of hospitals and hotels acquired from third parties, as part of the deal in the sale and purchase agreement.

Dividend Receivable

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

Investment in Mutual Fund

Investment in mutual fund are ownership of mutual fund units managed by an Investment Manager through Lippo Dana Prima Terproteksi. The fair value of mutual fund units are determined based on net asset value as at reporting date.

Unrealized gains on the increase in value of mutual fund units held by the Group for the nine months period ended September 30, 2015 amounted to Rp418,825,100 recorded as other income.

7. Inventories

	September 30, 2015 Rp	December 31, 2014 Rp
Urban Development:		
Land under Development	9,808,157,539,829	8,308,155,695,151
Residential Houses and Shophouses	2,135,466,735,038	2,177,171,906,931
Apartments	248,938,473,499	87,142,119,963
Others	9,995,755,953	8,976,074,946
Subtotal	12,202,558,504,319	10,581,445,796,991
Large Scale Integrated Development:		
Land under Development	1,924,472,606,388	2,062,137,788,218
Shopping Centers	1,632,572,105,394	1,330,357,737,118
Apartments	1,730,926,361,777	1,132,228,299,221
Subtotal	5,287,971,073,559	4,524,723,824,557
Retail Malls:		
Shopping Centers	309,723,410,788	1,151,698,829,656
Land under Development	1,216,504,153,066	183,041,252,330
Subtotal	1,526,227,563,854	1,334,740,081,986

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	September 30, 2015 Rp	December 31, 2014 Rp
Healthcare:		
Medical and Non Medical Supplies	123,678,605,656	105,857,883,964
Hospitality and Infrastructure:		
Hotels and Restaurants	5,669,146,312	5,636,592,465
Recreation and Sports	947,602,425	582,131,842
Others	69,893,538	88,737,396
Less: Allowances Decline in Inventories Value	(39,505,683)	(39,505,683)
Subtotal	6,647,136,592	6,267,956,020
Total - Net	19,147,082,883,980	16,553,035,543,518

In 2014, land for development was reclassified to inventory amounting to Rp441,635,251,200, respectively (see Note 17).

In 2015 Group was reclassified inventory to investment property amounting to Rp66,455,920,125 (see Note 13).

As of December 31, 2014, inventory was reclassified to property and equipment amounting to Rp53,315,653,191 and property and equipment was reclassified to inventory amounting to Rp13.679.733.593 (see Note 14).

Land owned by Company for the width of 21,940 sqm used as a collateral for a loan from PT Bank Negara Indonesia (Persero) Tbk (see Note 21).

Land owned by PT Waska Sentana, a subsidiary, for the width of 38,901 sqm used as a collateral for a loan from PT Bank ICBC Indonesia (see Note 42.e).

Land owned by PT Gowa Makassar Tourism Development Tbk, a subsidiary, for the width of 180,634 sqm used as a collateral from a loan from PT Bank Mandiri (Persero) Tbk (see Note 21).

Land owned by PT Pamor Paramita Utama, a subsidiary, for the width of 21,150 sqm used as a collateral for a loan from PT Bank CIMB Niaga Tbk (see Note 23).

Borrowing costs capitalized into land under development for the nine months period ended September 30, 2015 and for the year ended December 31, 2014 amounting to Rp1,142,410,384,234 (include bond interest amounted to Rp510,542,618,717) and Rp897,098,924,229 (include bond interest amounted to Rp575,116,386,833), respectively (see Notes 21 and 24).

As of September 30, 2015, land under development consisted of land covering a net area of approximately 31 hectares in Kelapa Dua and Bencongan Village, 11 hectares in Jalan Lingkar Luar Barat - Puri Kembangan, 62 hectares in Mampang Prapatan District, 20 hectares in Panunggan Barat Village, 25 hectares in Binong Village, 2 hectares in Kelapa Indah Village, 9 hectares in Bonang Village, 20 hectares in Sukanagalih Village, 94 hectares in Margakaya Village, Telukjambe, Karawang, 170 hectares in Cibatuh Village, 22 hectares in Serang Village, 25 hectares in Sukaresmi Village, 7 hectares in Cicau Village, 2 hectares in Kuta, Bali, 25 hectares in Jaya Mukti Village, 16 hectares in Tanjung Merdeka Village, 23 hectares in Macini Sombala Village, 13 hectares in Tamanyeleng Village, 32 hectares in Barombong Village and 14 hectares in Mariso District, 3 hectares in Panakukang Village, 1 hectare in Warung Buncit district, 4 hectares in Cempaka Putih District, 2 hectares in Wenang District, North Sulawesi, 3 hectares in Alak District, East Nusa Tenggara, 1 hectare in Medan Ringroad, 3 hectares in Komodo District, Nusa Tenggara Timur, 2 hectares in Rajabasa district, Lampung and 1 hectare in Serengan District, Surakarta.

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).

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The amount of inventory charged to cost of sales amounted to Rp1,725,726,028,936 and Rp1,769,832,345,722, respectively, for the nine months periods ended September 30, 2015 and 2014.

Management believes there is no indication of change in circumstances that causes a decrease in the value of inventories at September 30, 2015.

The Group's inventories, property investment, and property and equipment have been insured against all risks, with sum insured of Rp5,077,273,883,000 and USD7,000,000 as of September 30, 2015 and Rp7,810,000,000,000 and USD10,200,000 as of December 31, 2014, respectively. The Company and subsidiaries' management believe that the insured amount is adequate to cover any possible losses.

8. Prepaid Expenses

	September 30, 2015 Rp	December 31, 2014 Rp
Rental	223,518,681,385	138,391,344,438
Insurances	10,081,796,011	2,579,801,286
Others	48,816,084,924	55,932,218,963
Total	282,416,562,320	196,903,364,687

Prepaid expenses mainly represent rental of hospital and hotel properties leased from First REIT (see Note 42.b).

9. Other Non-Current Financial Assets

	September 30, 2015 Rp	December 31, 2014 Rp
Restricted Funds	608,986,714,903	561,596,218,297
Other Investments	58,329,023,011	58,329,023,011
Total	667,315,737,914	619,925,241,308

Restricted Funds

Restricted fund represents time deposits placements as required in property rental agreements with First REIT in PT Bank Internasional Indonesia Tbk (BII), PT Bank Central Asia Tbk (BCA), PT Bank Permata Tbk (BPe), BNP Paribas (BNP) and as required in mortgages for houses and apartments (KPR and KPA) entered by the Group with PT Bank Mandiri (Persero) Tbk, PT Bank Rakyat Indonesia (Persero) Tbk, BNP, PT Bank OCBC NISP Tbk (OCBC), PT Bank CIMB Niaga Tbk (CIMB), PT Bank Mega Tbk (BMe), BII, PT Bank Danamon Indonesia Tbk, PT Bank Panin Tbk. Contractual interests of those time deposits are 0.5% - 7.5%.

Other Investments

	Domicile	September 30, 2015 Rp	December 31, 2014 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		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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10. Transactions and Balances with Related Parties

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

	September 30, 2015 Rp	December 31, 2014 Rp	Percentage to Total Assets/ Liabilities	
			September 30, 2015 %	December 31, 2014 %
Cash and Cash Equivalents				
PT Bank Nationalnobu Tbk	<u>388,466,690,282</u>	<u>347,242,393,752</u>	<u>0.95</u>	<u>0.92</u>
Trade Accounts Receivable				
Others (below Rp1 billion each)	<u>8,825,123,799</u>	<u>3,549,747,604</u>	<u>0.02</u>	<u>0.01</u>
Investments in Joint Venture				
Yoma Siloam Hospital Pun Hlaing Ltd	<u>135,814,217,223</u>	<u>--</u>	<u>0.33</u>	<u>--</u>
Investments in Associates				
PT Surya Citra Investama	73,715,817,377	69,504,608,821	0.18	0.18
PT TTL Residences	66,620,250,000	28,031,250,000	0.16	0.07
PT Hyundai Inti Development	12,032,314,393	12,229,173,806	0.03	0.03
PT Anho Biogenesis Prima Indonesia	4,250,000,000	4,250,000,000	0.01	0.01
Others (below Rp1 billion each)	<u>9,268,729,654</u>	<u>9,268,729,654</u>	<u>0.02</u>	<u>0.02</u>
Total Investments in Associates	<u>165,887,111,424</u>	<u>123,283,762,281</u>	<u>0.41</u>	<u>0.33</u>
Due from Related Parties Non-Trade				
PT Bumi Lemahabang Permai	32,285,545,904	9,910,889,654	0.09	0.03
Directors and Key Management	5,378,992,857	7,805,374,362	0.01	0.01
PT Duta Mas Kharisma Indah	4,891,935,451	4,891,935,451	0.01	0.02
Others (below Rp1 billion each)	<u>4,753,601,521</u>	<u>4,753,601,521</u>	<u>0.01</u>	<u>0.02</u>
Total	47,310,075,733	27,361,800,988	0.13	0.08
Less: Allowance for Impairment in Value	<u>(12,573,437,421)</u>	<u>(12,573,437,421)</u>	<u>(0.03)</u>	<u>(0.04)</u>
Total Due from Related Parties Non-Trade - Net	<u>34,736,638,312</u>	<u>14,788,363,567</u>	<u>0.09</u>	<u>0.04</u>
Due to Related Parties Non-Trade				
PT Tirta Graha Sentana	1,991,413,821	2,215,692,479	0.01	0.01
Others (below Rp1 billion each)	<u>1,163,597,640</u>	<u>1,163,585,640</u>	<u>0.01</u>	<u>0.01</u>
Total Due to Related Parties Non-Trade	<u>3,155,011,461</u>	<u>3,379,278,119</u>	<u>0.02</u>	<u>0.02</u>
Deferred Income				
PT Mulia Persada Pertiwi	303,317,834,162	315,477,569,167	1.37	1.57
PT Matahari Putra Prima Tbk	<u>144,412,539,937</u>	<u>134,362,277,359</u>	<u>0.65</u>	<u>0.67</u>
Total Deferred Income	<u>447,730,374,099</u>	<u>449,839,846,526</u>	<u>2.02</u>	<u>2.23</u>
Long-Term Post-Employment Benefits Liability				
Directors, Commissioners and Key Management	<u>8,776,903,677</u>	<u>12,220,099,936</u>	<u>0.04</u>	<u>0.06</u>
			Percentage to Total Revenue/ Operating Expense	
	2015 (9 Months) Rp	2014 (9 Months) Rp	2015 (9 Months) %	2014 (9 Months) %
Revenues				
PT Matahari Putra Prima Tbk	14,598,712,241	16,441,871,709	0.22	0.27
PT Mulia Persada Pertiwi	<u>12,159,735,005</u>	<u>--</u>	<u>0.18</u>	<u>--</u>
Total Revenues	<u>26,758,447,246</u>	<u>15,623,549,612</u>	<u>0.40</u>	<u>0.27</u>
Short-Term Post-Employment Benefits Expenses				
Directors, Commissioners and Key Management	<u>40,015,792,276</u>	<u>65,178,996,257</u>	<u>2.29</u>	<u>4.25</u>

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 rental income
PT Mulia Persada Pertiwi	Under Common Control	Deferred income and rental income
PT Bumi Lemahabang Permai	Under Common Control	Non-interest bearing intercompany charges.
PT Surya Cipta Investama	Associate	Investment in shares of stock
PT Hyundai Inti Development	Associate	Investment in shares of stock

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Related Parties	Relationship with the Company	Transactions
PT TTL Residences	Associate	Investment in shares of stock
Yoma Siloam Hospital Pun Hlaing Ltd	Joint Venture	Investment in joint venture
PT Anho Biogenesis Prima Indonesia	Asosiasi	Investment in shares of stock
PT Bank Nationalnobu Tbk	Di bawah pengendalian bersama	Placement of current accounts
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

In 2014, PT Menara Bhumimegah, a subsidiary, has returned prepaid rental to PT Matahari Putra Prima Tbk amounted to Rp83,000,000,000.

On March 12, 2014, prepaid rental from PT Matahari Putra Prima Tbk (MPPa), was novated to PT Mulia Persada Pertiwi (MPPI). Upon this novation, all rights and obligations arising from previous lease agreement were transferred to MPPI by MPPa.

11. Investments in Associates

	Domicile	Percentage of Ownership %	Acquisition Cost	September 30, 2015		Addition	Carrying Value
				Accumulated Share in Profit (Loss) - Net	Accumulated Dividend Received		
			Rp	Rp	Rp	Rp	Rp
PT Surya Cipta Investama *)	Bekasi	49.81	32,964,983,496	40,750,833,881	--	--	73,715,817,377
PT TTL Residences	Bekasi	25.00	28,031,250,000	--	--	38,589,000,000	66,620,250,000
PT Hyundai Inti Development	Bekasi	45.00	6,155,423,370	103,503,642,222	(97,626,751,199)	--	12,032,314,393
PT Anho Biogenesis Prima Indonesia **)	Jakarta	42.50	4,250,000,000	--	--	--	4,250,000,000
Others (below Rp5 billion each)			25,143,494,000	(15,874,764,346)	--	--	9,268,729,654
Total			96,545,150,866	128,379,711,757	(97,626,751,199)	38,589,000,000	165,887,111,424

	Domicile	Percentage of Ownership %	Acquisition Cost	December 31, 2014		Disposal	Carrying Value
				Accumulated Share in Profit (Loss) - Net	Accumulated Dividend Received		
			Rp	Rp	Rp	Rp	Rp
PT Surya Cipta Investama *)	Bekasi	49.81	32,964,983,496	36,539,625,325	--	--	69,504,608,821
PT Hyundai Inti Development	Bekasi	45.00	6,155,423,370	99,200,501,635	(93,126,751,199)	--	12,229,173,806
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)	--
PT Anho Biogenesis Prima Indonesia **)	Jakarta	42.50	4,250,000,000	--	--	--	4,250,000,000
Others (below Rp5 billion each)			25,143,494,000	(15,874,764,346)	--	--	9,268,729,654
Total			111,840,150,866	119,865,362,614	(93,126,751,199)	(15,295,000,000)	123,283,762,281

*) Parent Company of PT Multifiling Mitra Indonesia Tbk

**) Parent Company of PT Biogenesis Genome International

The following are financial information of subsidiaries of associates as of September 30, 2015 and December 31, 2014:

Subsidiaries	Domicile	Main Business	Percentage of Ownership	Total Assets	
				September 30, 2015	December 31, 2014
				Rp	Rp
PT Multifiling Mitra Indonesia Tbk	Bekasi	Services	66,00	176,768,157,385	160,411,216,302
PT Biogenesis Genome International	Jakarta	Healthcare Services	89,00	10,000,000,000	10,000,000,000

Based on Deed No.32 dated April 9, 2013 which was made in presence of Charles Hermawan, S.H., a notary in Tangerang, PT manunggal Utama Makmur (MUM), a subsidiary, owns 20% ownership in PT Graha Tehnologi Nusantara (GTN). Based on deed No 9 dated May 9, 2014 which was made in

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presence of Rini Yulianti, S.H., a notary in Jakarta Timur, MUM share ownership in GTN was transferred to PT Multipolar Technology Tbk and PT Tryane Saptajagat, related parties, with the transaction cost of Rp15,295,000,000. Upon the disposal of such investment, the Company recorded gain amounted to Rp102,790,191 as other income.

The following is a summary of financial information of the associates as of September 30, 2015 and December 31, 2014:

	September 30, 2015	December 31, 2014
	Rp	Rp
Total Agregat of Assets	319,264,903,817	319,836,110,450
Total Agregat of Liabilities	28,514,326,259	15,683,856,331
Total Agregat of Net Revenues for the Period	89,536,442,415	102,056,181,969
Total Agregat of Profit for the Period	25,720,458,763	25,721,854,533
Total Agregat of Profit After Tax for the Period	25,720,458,763	25,721,854,533
Total Agregat of Comprehensive Income for the Period	--	--
Total Agregat of Profit or Loss and Other Comprehensive Income for the Period	25,720,458,763	25,721,854,533

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

Fair Value of investment of PT Surya Cipta Investama in PT Multifilling Media Indonesia Tbk as of September 30, 2015 and December 31, 2014 based on quoted market price information amounted to Rp131,478,933,700 and Rp168,972,926,200, respectively.

12. Investments in Joint Venture

	Domicile	Percentage of Ownership %	Acquisition Cost Rp	September 30, 2015		Addition Rp	Carrying Value Rp
				Accumulated Share in Profit (Loss) - Net Rp	Accumulated Dividend Received Rp		
Yoma Siloam Hospital Pun Hlaing Ltd	Myanmar	40.00	135,814,217,223	--	--	--	135,814,217,223

In 2015, PT Waluya Graha Loka (WGL), a subsidiary, and First Myanmar Investment Co., LTD (FMI) entered into joint venture agreement through Yoma Siloam Hospital Pun Hlaing Ltd (YSHPH) with total capital amount of USD13,187,500 with the contribution of USD5,275,000 (equivalent to 40% of capital) and USD7,912,500 (equivalent to 60% of capital) for WGL and FMI, respectively.

Based on the said joint venture agreement, the venturers agree to increase the venture capital amounting to USD80,000,000 proportionately contributed by each venturer in seventh years since the joint venture establishment. The venturers also agree to provide funding to the joint venture proportionately.

The following is a summary of financial information on joint venture as of September 30, 2015:

	September 30, 2015
	Rp
Total Assets	234,637,346,560
Total Liabilities	27,787,923,200
Total Net Revenues for the Period	68,131,685,630
Total Profit for the Period	3,269,286,290
Total Profit After Tax for the Period	3,485,933,980
Total Comprehensive Income for the Period	--
Total of Profit or Loss and Other Comprehensive Income for the Period	3,485,933,980

There was no fair value information available based on quoted market price of the above investments in joint venture.

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13. Investment Property

	2015				
	January 1, Rp	Addition Rp	Deduction Rp	Reclassification Rp	September 30, Rp
Acquisition Cost					
Land	56,201,024,208	--	--	26,025,568,923	82,226,593,131
Building	343,752,721,523	--	--	(38,375,444,220)	305,377,277,303
Total Acquisition Cost	399,953,745,731	--	--	(12,349,875,297)	387,603,870,434
Construction in Progress	--	--	--	133,640,828,253	133,640,828,253
Total Acquisition Cost	399,953,745,731	--	--	121,290,952,956	521,244,698,687
Accumulated Depreciation					
Building	89,648,991,228	16,904,918,759	--	--	106,553,909,987
Total Accumulated Depreciation	89,648,991,228	16,904,918,759	--	--	106,553,909,987
Carrying Value	310,304,754,503				414,690,788,700

	2014				
	January 1, Rp	Addition Rp	Deduction Rp	Reclassification Rp	December 31, Rp
Acquisition Cost					
Land	56,201,024,208	--	--	--	56,201,024,208
Building	322,292,252,875	21,460,468,648	--	--	343,752,721,523
Total Acquisition Cost	378,493,277,083	21,460,468,648	--	--	399,953,745,731
Accumulated Depreciation					
Building	72,132,171,875	17,516,819,353	--	--	89,648,991,228
Total Accumulated Depreciation	72,132,171,875	17,516,819,353	--	--	89,648,991,228
Carrying Value	306,361,105,208				310,304,754,503

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

	2015 (9 Months) Rp	2014 (9 Months) Rp
Rental Income	141,527,332,307	33,476,238,419
Direct Operating Cost Arises from the Rental Generated Investment Properties	18,867,210,407	13,094,956,231

Construction in progress represents construction of Japanese SMEs Center building owned by PT Lippo Cikarang Tbk, a subsidiary. As of September 30, 2015, construction in progress has reached 70.2%. Management believes there is no other matter which will hinder the completion.

Depreciation charges that were allocated in the consolidated interim statements of profit or loss and other comprehensive income are as follows:

	2015 (9 Months) Rp	2014 (9 Months) Rp
Cost of Sales and Services	8,950,017,335	2,410,831,517
Selling Expense	7,954,901,424	10,424,590,481
Total	16,904,918,759	12,835,421,998

In 2015 Group reclassified property and equipment to investment property amounting to Rp Rp54,835,032,831 (see Note 14).

In 2015 Group reclassified inventory to investment property amounting to Rp66,455,920,125 (see Note 7).

The fair value of all inventories (see Note 7), investment property, and property and equipment (see Notes 13 and 14) as of December 31, 2014, amounted to Rp87,115,444,804,000. Based on the valuation reports of Kantor Jasa Penilai Publik Rengganis Hamid and Rekan and Kantor Jasa Penilai Publik Ihot Dollar & Raymond, independent appraisers which are not related with the Company, dated June 1, 2015 and June 1, 2015, respectively, 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.

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Management believes that the fair value as of September 30, 2015 was not impaired as compared to December 31, 2014.

Based on the evaluation of the value of investment properties as of September 30, 2015, management believes that there are no changes in circumstances indicate an impairment of investment properties.

14. Property and Equipment

	2015				
	January 1, Rp	Addition Rp	Deduction Rp	Reclassification Rp	September 30, Rp
Acquisition Cost					
Direct Ownership					
Land	477,801,430,283	7,000,000,000	--	--	484,801,430,283
Building, Infrastructure and Renovations	1,029,929,192,682	64,910,203,558	--	7,549,176,902	1,102,388,573,142
Parks and Interiors	24,576,600,379	3,831,920,157	--	--	28,408,520,536
Golf Course and Club House	175,604,708,730	483,401,000	52,572,000	--	176,035,537,730
Transportation Equipment and Vehicles	46,397,613,598	402,553,000	125,200,000	984,000,000	47,658,966,598
Furniture, Fixtures and Office Equipment	670,698,064,934	106,962,506,780	97,679,632	25,981,204,102	803,544,096,184
Tools and Medical Equipment	1,522,526,112,101	86,479,974,492	256,372,620	96,623,523,056	1,705,373,237,029
Machinery and Project Equipment	258,068,250,234	13,016,330,225	82,070,250	19,950,630,398	290,953,140,607
Bowling Machinery	14,397,991,861	--	--	--	14,397,991,861
Playground Areas	3,135,746,092	--	--	--	3,135,746,092
	4,223,135,710,894	283,086,889,212	613,894,502	151,088,534,458	4,656,697,240,062
Construction in Progress	837,191,957,954	14,529,300,773	--	(205,923,567,289)	645,797,691,438
Total Acquisition Cost	5,060,327,668,848	297,616,189,985	613,894,502	(54,835,032,831)	5,302,494,931,500
Accumulated Depreciation					
Direct Ownership					
Building, Infrastructure and Renovations	288,256,604,730	50,335,380,240	--	--	338,591,984,970
Parks and Interiors	21,520,178,822	752,595,101	--	--	22,272,773,923
Golf Course and Club House	153,419,085,781	7,345,609,874	52,572,000	--	160,712,123,655
Transportation Equipment and Vehicles	33,194,006,193	3,754,150,701	1,498,750	--	36,946,658,144
Furniture, Fixtures and Office Equipment	477,658,933,083	38,429,707,249	180,505,855	--	515,908,134,477
Tools and Medical Equipment	682,582,474,116	199,171,838,087	261,794,892	--	881,492,517,311
Machinery and Project Equipment	177,425,660,754	21,904,317,341	82,070,250	--	199,247,907,845
Bowling Machinery	14,372,469,025	11,344,671	--	--	14,383,813,696
Playground Areas	3,135,746,092	--	--	--	3,135,746,092
Total Accumulated Depreciation	1,851,565,158,596	321,704,943,264	578,441,747	--	2,172,691,660,113
Carrying Value	3,208,762,510,252				3,129,803,271,387

	2014				
	January 1, Rp	Addition Rp	Deduction Rp	Reclassification Rp	December 31, Rp
Acquisition Cost					
Direct Ownership					
Land	353,113,027,388	71,372,749,704	--	53,315,653,191	477,801,430,283
Building, Infrastructure and Renovations	843,617,829,618	84,494,475,753	--	101,816,887,311	1,029,929,192,682
Parks and Interiors	36,886,191,401	990,838,387	--	(13,300,429,409)	24,576,600,379
Golf Course and Club House	172,759,176,590	2,845,532,140	--	--	175,604,708,730
Transportation Equipment and Vehicles	44,293,024,041	1,840,303,183	158,063,626	422,350,000	46,397,613,598
Furniture, Fixtures and Office Equipment	581,125,590,144	81,945,957,174	989,017,775	8,615,535,391	670,698,064,934
Tools and Medical Equipment	1,330,651,853,267	166,404,346,766	1,072,435,349	26,542,347,417	1,522,526,112,101
Machinery and Project Equipment	230,860,561,610	27,207,688,624	--	--	258,068,250,234
Bowling Machinery	14,397,991,861	--	--	--	14,397,991,861
Playground Areas	3,135,746,092	--	--	--	3,135,746,092
	3,610,840,992,012	437,101,891,731	2,219,516,750	177,412,343,901	4,223,135,710,894
Construction in Progress	662,875,360,688	311,713,717,385	--	(137,397,120,119)	837,191,957,954
Total Acquisition Cost	4,273,716,352,700	748,815,609,116	2,219,516,750	40,015,223,782	5,060,327,668,848
Accumulated Depreciation					
Direct Ownership					
Building, Infrastructure and Renovations	233,663,427,726	54,593,177,004	--	--	288,256,604,730
Parks and Interiors	21,206,805,947	692,677,059	--	(379,304,184)	21,520,178,822
Golf Course and Club House	143,648,629,426	9,770,456,355	--	--	153,419,085,781
Transportation Equipment and Vehicles	29,074,260,283	4,277,809,536	158,063,626	--	33,194,006,193
Furniture, Fixtures and Office Equipment	365,391,970,828	113,234,343,650	967,381,395	--	477,658,933,083
Tools and Medical Equipment	499,005,568,015	184,484,341,446	907,435,345	--	682,582,474,116
Machinery and Project Equipment	153,341,047,381	24,084,613,373	--	--	177,425,660,754
Bowling Machinery	14,356,614,675	15,854,350	--	--	14,372,469,025
Playground Areas	3,135,746,092	--	--	--	3,135,746,092
Total Accumulated Depreciation	1,462,824,070,373	391,153,272,773	2,032,880,366	(379,304,184)	1,851,565,158,596
Carrying Value	2,810,892,282,327				3,208,762,510,252

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In 2014, the addition of property and equipment including from the acquired entity (see Notes 1.c and 47) with the acquisition cost of Rp154,614,736,423 and accumulated depreciation of Rp53,643,975,818.

In 2015 Group reclassified property and equipment to investment property amounting to Rp54,835,032,831 (see Note 13).

As of September 30, 2015 and December 31, 2014, the addition of the Group's property and equipment, including non-cash transactions from accrued expenses amounted to Rp25,668,464,778. and Rp26,847,346,117.

In 2014, the Group reclassified inventory to property and equipment amounting to Rp53,315,653,191 and reclassified property and equipment to inventory amounting to Rp13,679,733,593 (see Note 7).

Construction in progress represents hospitals and mall buildings. As of September 30, 2015, Construction in progress has reached 5% - 96% and estimated the completion within March 2016 until September 2016. Management believes there is no other matter which will hinder the completion.

Depreciation charges that were allocated in the consolidated interim statements of profit or loss and other comprehensive income are as follows:

	2015 (9 Months) Rp	2014 (9 Months) Rp
General and Administrative Expenses	174,690,794,914	137,771,912,811
Cost of Sales and Services	137,481,894,385	106,837,916,224
Selling Expenses	9,532,253,965	3,994,707,188
Total	321,704,943,264	248,604,536,223

Acquisition cost of property and equipment that have been fully depreciated and still in use as of September 30, 2015 and December 31, 2014 amounted Rp117,871,462,880 and Rp112,186,371,970, respectively.

Details of the disposal on property and equipment of the Group for the nine months periods ended September 30, 2015 and 2014 are as follows:

	2015 (9 Months) Rp	2014 (9 Months) Rp
Acquisition Cost	613,894,502	1,923,131,337
Accumulated Depreciation	578,441,747	1,736,711,530
Carrying Value Net	35,452,755	186,419,807
Selling Price	64,584,005	347,579,515
Gain on Disposal on Property and Equipment	29,131,250	161,159,708

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 23).

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 23).

There is no borrowing cost capitalized into property and equipment.

The Group's management is in the opinion that there is no impairment in the carrying value of property and equipment as of September 30, 2015.

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15. Intangible Assets

Details of carrying value of intangible assets are as follow:

	2015			
	January 1, Rp	Addition Rp	Deduction Rp	September 30, Rp
Acquisition Cost				
Goodwill	507,015,048,592	--	--	507,015,048,592
Software	42,594,192,168	8,835,865,570	--	51,430,057,738
Total Acquisition Cost	549,609,240,760	8,835,865,570	--	558,445,106,330
Accumulated Impairment and Amortization				
Impairment of Goodwill	18,660,604,318	--	--	18,660,604,318
Amortization of Software	8,370,897,937	7,167,448,217	--	15,538,346,154
Total Accumulated Impairment and Amortization	27,031,502,255	7,167,448,217	--	34,198,950,472
Carrying Value	522,577,738,505			524,246,155,858

	2014			
	January 1, Rp	Addition Rp	Deduction Rp	December 31, Rp
Acquisition Cost				
Goodwill	334,652,210,431	172,362,838,161	--	507,015,048,592
Software	21,035,850,783	21,558,341,385	--	42,594,192,168
Total Acquisition Cost	355,688,061,214	193,921,179,546	--	549,609,240,760
Accumulated Impairment and Amortization				
Impairment of Goodwill	18,660,604,318	--	--	18,660,604,318
Amortization of Software	5,186,483,485	3,184,414,452	--	8,370,897,937
Total Accumulated Impairment and Amortization	23,847,087,803	3,184,414,452	--	27,031,502,255
Carrying Value	331,840,973,411			522,577,738,505

The details of goodwill are as follows:

Acquirer Entity	Share Acquisition in	Year of Acquisition	Net Value	
			September 30, 2015 Rp	December 31, 2014 Rp
PT Tunggal Pilar Perkasa	PT Rashal Siar Cakra Medika	2014	101,776,732,211	101,776,732,211
PT Manunggal Bumi Sejahtera	PT Asiatic Sejahtera Finance	2014	64,794,498,390	64,794,498,390
PT Wisma Jatim Propertindo	PT Anugerah Bahagia Abadi	2014	5,791,607,560	5,791,607,560
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	2010	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 - Net			488,354,444,274	488,354,444,274

The management believes that the indentified impairment that occurred as of September 30, 2015 and December 31, 2014 have been assessed adequately.

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16. Advances

	September 30, 2015	December 31, 2014
	Rp	Rp
Advances for Land Acquisition	1,057,599,404,422	964,586,377,005
Advances for Construction	796,169,311,921	548,203,926,343
Advances for Acquisition of Property and Equipment	99,668,169,357	89,474,806,976
Others	80,003,842,059	109,176,570,364
Total	2,033,440,727,759	1,711,441,680,688

Advance for construction represents advance paid to contractors for projects construction.

On December 26, 2012, based on memorandum of understanding, PT Irama Karya Megah (IKM), a subsidiary, entered into a land purchase agreement located in Keputih and Gebang Putih administrative village, Surabaya with acquisition cost amounted to Rp250,000,000,000. Until completion date of the consolidated interim financial statements, there has not yet binding for such land purchase agreement.

On January 7, 2013, PT Lippo Cikarang Tbk (LC), a subsidiary, amended the land sales and purchase agreement which was signed on December 17, 2012 for purchase consideration of Rp300,000,000,000. As of December 31, 2014, LC has made payment in total of Rp170,000,000,000. In 2015, this advances was assigned to PT Swadaya Teknopolis (ST) as settlement for acquisition of Premium Venture International Ltd.

On February 19, 2014, PT Gunung Halimun Elok (GHE), a subsidiary, entered into sales and purchase agreement on land located in Bintaro. As of September 30, 2015 GHE has made total payment of Rp81,392,750,000.

On April 28, 2014 and October 1, 2014, PT Satriamandiri Idola Utama (SIU), a subsidiary, entered into sales and purchase agreement for land located at Kemang sub-district. As of September 30, 2015 SIU has made total payment of Rp94,333,672,500.

On May 28, 2014, PT Bahtera Perkasa Makmur (BPM), a subsidiary, entered into sales and purchase agreement for land located in Manado, North Sulawesi. As of September 30, 2015, BPM has made of total payment of Rp26,165,625,000.

On July 22, 2014, PT Great Jakarta Inti Development (GJID), a subsidiary, entered into an agreement of transferring commercial rights of land located in Cibatu, Lippo Cikarang with PT Profita Sukses Abadi. Total value of the agreement is Rp 290,000,000,000. As of September 30, 2015 GJID has made total payment of Rp234,000,000,000.

In 2015, PT Sinar Surya Timur (SST), a subsidiary, entered into a land purchase agreement located in Kalimalang. As of September 30, 2015 SST has made total payment of Rp41,994,000,000.

17. Land for Development

	September 30, 2015		December 31, 2014	
	Area sqm	Value Rp	Area sqm	Value Rp
The Company	1,001,010	205,234,257,801	1,001,010	204,957,334,722
Subsidiaries:				
PT Gowa Makassar Tourism Development Tbk	2,029,900	347,263,255,785	2,046,873	317,160,283,219
PT Lippo Cikarang Tbk	1,196,782	411,297,831,750	1,383,883	396,834,940,859
PT Muliasentosa Dinamika	803,413	112,455,747,318	803,413	112,455,747,318
PT Erabaru Realindo	702,371	22,845,087,500	702,371	22,845,087,500
PT Sentragraha Mandiri	239,759	33,313,592,430	239,759	33,313,592,430
PT Sejatijaya Selaras	84,162	12,928,205,161	84,162	12,856,345,276
PT Bahtera Pratama Wirasakti	83,405	15,520,541,679	83,405	15,520,541,679
PT Surya Makmur Alam Persada	71,303	20,283,623,533	71,303	20,283,623,533
Total	6,212,105	1,181,142,142,957	6,416,179	1,136,227,496,536

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In 2014, land for development amounting to Rp441,635,251,200 was reclassified to inventory (see Note 7).

Land for development of the Group 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; Sukaesmi, Cibatu, Cicau, Sukamukti, Sirnajati, 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.

18. Accrued Expenses

	September 30, 2015 Rp	December 31, 2014 Rp
Estimated Cost for Construction	701,051,938,767	726,197,777,129
Interest	305,523,729,786	95,652,427,787
Endowment Care Fund	77,750,565,376	59,696,987,047
Hedging Premium of Call Spread Option	72,982,619,263	22,083,103,440
Contract Service	32,519,180,164	21,642,499,126
Cost of Goods Sold	26,718,942,530	19,079,289,656
Professional Fees	26,612,595,991	1,624,616,670
Transfer of Land and Building Tax	15,218,437,089	16,986,811,984
Others (each bellow Rp10 billion)	87,920,887,543	162,466,039,961
Total	1,346,298,896,509	1,125,429,552,800

Accrued cost of goods sold represents accrued on unblilled hospitals cost of goods sold. This account will be reclassified to the appropriate account after the invoice is issued.

19. Taxation

a. Income Tax Expenses

	2015 (9 Months)			2014 (9 Months)		
	Company Rp	Subsidiaries Rp	Consolidated Rp	Company Rp	Subsidiaries Rp	Consolidated Rp
Current Tax Expenses	--	124,832,249,752	124,832,249,752	--	78,183,660,032	78,183,660,032
Deferred Tax Expenses (Benefits)	1,914,624,621	(2,678,371,303)	(763,746,682)	1,910,661,294	(5,521,537,185)	(3,610,875,891)
Total Tax Expenses	1,914,624,621	122,153,878,449	124,068,503,070	1,910,661,294	72,662,122,847	74,572,784,141

The reconciliation between profit before tax as presented in the consolidated interim statements of profit or loss and other comprehensive income and the Company's estimated fiscal loss is as follows:

	2015 (9 Months) Rp	2014 (9 Months) Rp
Profit before Tax as Presented in the Consolidated Interim		
Statements of Profit or Loss and Other Comprehensive Income	568,724,494,701	1,492,397,316,085
Deduct: Income of Subsidiaries	(1,623,065,414,817)	(1,623,065,414,817)
The Company's Commercial Loss - Net	(1,054,340,920,116)	(130,668,098,732)
Temporary Differences		
Allowance for Impairment in Value Receivable	146,228,577	--
Salaries and Employee Benefits	1,151,418,653	2,261,463,554
Depreciation of Direct Ownership of Property and Equipment	(3,478,560,657)	(4,426,523,670)
Deferred Gain on Sale and Leaseback Transactions	(5,477,585,058)	(5,477,585,058)
Subtotal	(7,658,498,485)	(7,642,645,174)

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	2015 (9 Months) Rp	2014 (9 Months) Rp
Permanent Differences		
Revenue Subjected to Final Tax	1,058,129,706,236	(51,689,940,989)
Interest Income	(136,780,775)	(6,180,963,437)
Donation and Representation	49,047,953	296,714,138
Subtotal	1,058,041,973,414	(57,574,190,288)
Estimated Fiscal Loss for the Period	(3,957,445,187)	(195,884,934,194)

Until issuance date of these consolidated interim financial statements, the Company has reported the 2014 annual Tax Return (SPT) to the tax office. Reported taxable income and tax expense for the year 2014 immaterially varied from SPT submitted by the Company to the tax office.

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

	September 30, 2015 Rp	December 31, 2014 Rp
Estimated Income Tax - Subsidiaries	702,767,803,760	329,218,246,922
Current Tax Expenses - Non-Final	124,832,249,752	78,183,660,032
Tax Credit	(98,060,980,428)	36,373,630,173
Income Tax Payable Article 29 - Current Year	26,771,269,324	114,557,290,205
Income Tax Payable Article 29 - Prior Year	12,757,900,518	10,820,425,688
Income Tax Payable Article 29 - Subsidiaries	39,529,169,842	125,377,715,893

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:

	2015 (9 Months) Rp	2014 (9 Months) Rp
Profit before Tax as Presented in the Consolidated Interim		
Statements of Profit or Loss and Other Comprehensive Income	568,724,494,701	1,492,397,316,085
<i>Deduct:</i>		
Income of Subsidiaries	(1,623,065,414,817)	(1,623,065,414,817)
The Company's Commercial Loss - Net	(1,054,340,920,116)	(130,668,098,732)
Income Tax Expense at Effective Tax Rate 25%	(263,585,230,029)	(32,667,024,683)
Revenue Subject to Final Tax	264,532,426,559	(12,922,485,247)
Interest Income Subject to Final Tax	(34,195,194)	(1,545,240,859)
Donation and Representation	12,261,988	74,178,535
Fiscal Loss Before Compensation	989,361,297	48,971,233,548
Total Tax Expense of the Company	1,914,624,621	1,910,661,294
Tax Expense of the Subsidiaries		
Deferred Tax	(2,678,371,303)	(5,521,537,185)
Current Tax	124,832,249,752	78,183,660,032
Total Tax Expense of the Subsidiaries	122,153,878,449	72,662,122,847
Total Tax Expense	124,068,503,070	74,572,784,141

Details of the Group's final income tax for the nine months periods ended September 30, 2015 and 2014 are as follows:

	2015 (9 Months) Rp	2014 (9 Months) Rp
The Company		
Rental Income - 10%	10,718,031,313	4,042,572,764
Transfer of Ownership Tax - 5%	--	401,722,713
Subsidiaries		
Rental Income - 10%	19,166,593,662	21,493,587,106
Transfer of Ownership Tax - 5%	132,508,946,756	134,780,402,534
Total Final Income Tax	162,393,571,731	160,718,285,117

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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, 2015	Charged (Credited) to Consolidated Interim Profit or Loss	Additions from Business Combination	Other Comprehensive Income	September 30, 2015
	Rp	Rp	Rp	Rp	Rp
The Company					
Amortization of Deferred Income from Sale and Lease Back Transactions	12,675,616,315	(1,369,396,265)	--	--	11,306,220,050
Estimated Long-term Employee Benefits Liabilities	21,028,984,021	287,854,663	--	--	21,316,838,684
Allowance Impairment in Value	2,965,626,608	--	--	--	2,965,626,608
Depreciation	(11,666,816,651)	(869,640,164)	--	--	(12,536,456,815)
	25,003,410,293	(1,951,181,766)	--	--	23,052,228,527
Subsidiaries	38,915,497,351	202,231,919	--	(14,375,205,640)	24,742,523,630
Deferred Tax Assets	63,918,907,644	(1,748,949,847)	--	(14,375,205,640)	47,794,752,157
Subsidiaries					
Deferred Tax Liabilities	28,147,868,966	(985,203,165)	294,203,676	294,203,676	27,456,869,477
	January 1, 2014	Charged (Credited) to Consolidated Interim Profit or Loss	Additions from Business Combination	Other Comprehensive Income	December 31, 2014
	Rp	Rp	Rp	Rp	Rp
The Company					
Amortization of Deferred Income from Sale and Lease Back Transactions	14,501,478,001	(1,825,861,686)	--	--	12,675,616,315
Estimated Long-term Employee Benefits Liabilities	11,490,760,973	9,538,223,048	--	--	21,028,984,021
Allowance Impairment in Value	2,965,626,608	--	--	--	2,965,626,608
Depreciation	(10,501,909,067)	(1,164,907,584)	--	--	(11,666,816,651)
	18,455,956,515	6,547,453,778	--	--	25,003,410,293
Subsidiaries	34,194,193,287	4,645,279,868	76,024,196	--	38,915,497,351
Deferred Tax Assets	52,650,149,802	11,192,733,646	76,024,196	--	63,918,907,644
Subsidiaries					
Deferred Tax Liabilities	11,983,104,371	1,530,675,893	14,634,088,702	--	28,147,868,966

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

c. Prepaid Taxes

	September 30, 2015 Rp	December 31, 2014 Rp
Income Taxes		
Article 21	--	2,344,514
Article 4 (2)	418,049,905,125	404,201,707,819
Article 22	1,939,175,109	296,725,405
Article 28. a	6,991,423,747	6,991,456,142
Value Added Tax	306,675,871,565	209,977,210,971
Total	733,656,375,546	621,469,444,851

d. Taxes Payable

	September 30, 2015 Rp	December 31, 2014 Rp
Income Taxes		
Final	75,704,239,493	184,916,278,400
Article 21	23,826,802,858	24,287,992,522
Article 22	5,515,858,681	--
Article 26	15,989,757	15,989,757
Article 29	39,529,169,842	125,377,715,893
Value Added Tax	25,031,078,247	309,217,624,885
Hotel and Restaurant Tax	2,731,595,639	2,832,043,246
Entertainment Tax	559,083,999	581,824,479
Total	172,913,818,516	647,229,469,182

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In 2014, Company received Underpayment of Tax Assessment Letters (SKPKB) and Tax Invoices (STP) for Income Tax Article 29, Article 4 (2) and value added tax amounting to Rp247,492,702, Rp3,725,674,898 and Rp2,127,750,033, respectively, for fiscal year 2009. The Company also received SKPKB and STP for Income Tax Article 21, Article 23, Article 29, Article 4 (2), value added tax and value added tax for luxury goods amounting to Rp197,897,049, Rp500,000, Rp12,389,154,408, Rp288,519,029, Rp606,631,800 and Rp2,831,617,071, respectively, for fiscal year 2010.

In 2014, PT Surya Mitra Jaya (SMJ), a subsidiary, received SKPKB and STP for Income Tax Article 21, Article 23, Article 29, Article 4 paragraph 2 and value added tax amounting to Rp2,499,455, Rp17,852,948, Rp705,899,115, Rp6,797,492,075 and Rp15,813,436,974, respectively, for fiscal year 2011. SMJ also received SKPKB and STP for Income Tax Article 21, Article 23, Article 29, Article 4 (2) and value added tax amounting to Rp5,998,021, Rp14,679,962, Rp495,377,120, Rp1,798,033,100 and Rp4,409,530,584, respectively, for fiscal year 2012.

In 2014, PT Jagat Pertala Nusantara (JPN), a subsidiary, received SKPKB and STP for Income Tax Article 29 and Article 4 (2) amounting to Rp468,307,150 and Rp2,499,646,000, respectively, for fiscal year 2011. JPN also received SKPKB and STP for Income Tax Article 23, Article 29, Article 4 (2) and value added tax amounting to Rp514,353, Rp1,257,331,142, Rp3,769,356 and Rp6,799,295, respectively, for fiscal year 2012.

20. Trade Accounts Payable – Third Parties

	September 30, 2015 Rp	December 31, 2014 Rp
Supplier	313,466,142,640	232,404,843,283
Contractor	171,898,682,626	85,793,000,925
Doctor Fees	91,360,359,236	74,649,048,117
Others	3,698,728,759	2,287,063,138
Total	580,423,913,261	395,133,955,463

21. Short-Term Bank Loans

	September 30, 2015 Rp	December 31, 2014 Rp
Third Parties		
PT Bank Negara Indonesia (Persero) Tbk	270,000,000,000	170,000,000,000
PT Bank ICBC Indonesia	70,000,000,000	--
PT Bank Mandiri (Persero) Tbk	50,000,000,000	--
PT Bank Central Asia Tbk	2,586,226,452	3,540,195,011
Total	392,586,226,452	173,540,195,011

PT Bank Negara Indonesia (Persero) Tbk

Based on Credit Agreement No. 44 dated March 29, 2007 which was made in the presence of H. Zamri, S.H., a notary in Jakarta and last amended in Approval of Changes in Credit Agreement No (8) 44 dated June, 30, 2014, the Company obtained Working Capital Facility (KMK) with maximum loan amounted to Rp250,000,000,000. This facility bears an interest of 11.5% per annum and has maturity date on June 12, 2016. As of September 30, 2015 and December 31, 2014, outstanding balance for this facility amounted to Rp250,000,000,000 and Rp170,000,000,000.

Based on Credit Agreement No. 34 dated October 30, 2006 which was made in the presence of H. Zamri, S.H., a notary in Jakarta and last amended in Approval of Changes in Credit Agreement No (9) 34 dated June, 30 2014, the Company obtained Working Capital Facility (KMK) with maximum loan amounted to Rp20,000,000,000. This facility bears an interest of 11.5% per annum and has maturity date on

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June 12, 2016. As of September 30, 2015 and December 31, 2014, outstanding balance for this facility amounted to Rp20,000,000,000 and nil.

Both facilities are secured by 21,940 sqm of land in Lippo Village Residences, Jl. Boulevard Jend, Sudirman, Kelapa Dua Village, Curug District, Tangerang, Banten, with details as follows:

1. Building Right (SHGB) No. 3695 with an area of 340 sqm dated January 9, 1998 (Certificate due date January 9, 2028) which is registered under the name of the Company (see Note 7).
2. SHGB No. 2866 with an area of 15,235 sqm dated April 4, 1997 (Certificate due date September 24, 2022) which is registered under the name of the Company (see Note 7).
3. SHGB No. 4028 with an area of 6,365 sqm dated August 6, 1998 (Certificate due date August 6, 2028) which is registered under the name of the Company (see Note 7).

Interest and borrowing costs capitalized into land under development for the nine months period ended September 30, 2015 amounting to Rp16,004,996,123 (see Note 7).

PT Bank ICBC Indonesia

Based on Credit Agreement No. 85 dated October 25, 2012 which was made in the presence of Mellyani Noor Shandra, S.H., a notary in Jakarta and last amended in Amendment Credit Agreement No. 143/ICBC-MK/PTD/X/2011/P4 dated November 5, 2014, the Company obtained Credit Facility with maximum loan amounted Rp70,000,000,000. This facility bears an interest of 12% per annum and has maturity date on October 25, 2015. As of September 30, 2015 and December 31, 2014, outstanding balance for this facility amounted to Rp70,000,000,000 and nil.

Interest and borrowing costs capitalized into land under development for the nine months period ended September 30, 2015 amounting to Rp2,178,641,111 (see Note 7).

PT Bank Mandiri (Persero) Tbk

Based on Credit Agreement No. 05 dated April 23, 2015 which was made in the presence of Andi Fitriani S.H., M.Kn a notary in Makassar, PT Gowa Makassar Tourism Development Tbk (GMTD), a subsidiary, obtained Working Capital Facility (KMK) with maximum loan amounted Rp50,000,000,000. This facility bears an interest of 12% per annum and has maturity date on April 23, 2016. Outstanding balance of the facility as of September 30, 2015 amounted to Rp70,000,000,000.

This loan is secured by land inventory with and area of 180,634 sqm located in Jalan Metro Tanjung Bunga, Barombong Village, District of Tamalate, Makassar.

PT Bank Central Asia Tbk

Based on Credit Agreement No. 1 dated April 1, 2003 which was made in the presence of Yandes Effriady, S.H., a notary in Jambi and Letter of Lending No. 0242/JAM/2010 dated February 3, 2010, amendment of Credit Agreement No. 54 dated July 19, 2010 which was made in the presence of Hasan S.H., a notary in Jambi, which later amended with renewal Letter No. 1041/Jan/2015 dated May 21, 2015, PT Golden First Atlanta (GFA), a subsidiary, received facility Local Credit (Overdraft) with maximum loan amounted Rp5,000,000,000. This facility bears an interest of 12.5% per annum. Collateral for this facility is as same as for long-term loan (see Note 23).

22. Other Current Financial Liabilities

	September 30, 2015 Rp	December 31, 2014 Rp
Third Parties		
Unidentified Payments	223,821,401,915	205,960,812,485
Transfer of Title	96,253,179,816	89,157,814,080
Other Payables	138,706,636,061	111,968,122,038
Total	458,781,217,792	407,086,748,603

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

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23. Long-Term Bank Loans

	September 30, 2015 Rp	December 31, 2014 Rp
Third Parties		
PT Bank CIMB Niaga Tbk	295,777,660,151	--
Bank Pembangunan Daerah Kalimantan Timur	25,598,679,372	29,993,214,251
PT Bank Central Asia Tbk	8,104,828,733	12,967,725,976
Total	329,481,168,256	42,960,940,227
Current Portion	27,969,341,132	12,435,856,488
Non-Current Portion	301,511,827,124	30,525,083,739

Bank CIMB Niaga Tbk

Based on credit agreement No. 23, dated August 18, 2015, which was made in presence of Unita Christina Winata, S.H., a notary in Jakarta, PT Pamor Paramita Utama (PPU), a subsidiary, obtained special transaction loan facilities (on liquidation basis) with the maximum credit limit amounting to Rp450,000,000,000 divided into two tranches as follows:

- Special Transaction A facility (Tranche A) with maximum plafond of Rp300,000,000,000 for the purpose of refinancing cost of development of Lippo Mall Kuta and Hotel. Tenor of this credit is 7 years or 84 months, bears an interest rate of 11% per annum. As of September 30, 2015, outstanding facility obtained by PPU amounted to Rp300,000,000,000.
- Special Transaction B facility (Tranche B) with maximum plafond of Rp150,000,000,000 for the purpose of developing 5 stars Hotel in Kuta – Bali. Tenor of this credit is 7 years or 84 months, bears an interest rate of 11% per annum. As of September 30, 2015, PPU has not yet used this facility.

These loans are secured by land with an area of 21,150 sqm and Building Right (HGB) No.875/ KUTA located at Jalan Kartika Plaza, Kuta, Subdistrict, Subprovince Badung, Bali Province in the name of PPU (see Note 7).

For these facilities, PPU is required to maintain financial ratios based on audited financial statements as follows:

- Debt Services Coverage Ratio (DSCR) at a minimum 1x from 2017 to 2022.
- Bank loan to Earning Before Interest Tax, Depreciation and Amortization (EBITDA) ratio at a maximum 4x in 2017, 3x in 2018, 2x in 2019, 1.5x in 2020 and 1x in 2022.
- Gearing Ratio at a maximum 3,5x in 2017, 2,5x in 2017, 1,5x in 2019 and 1x in 2020 to 2022

The payment of this loan for the nine months period ended September 30, 2015 amounted to Rp1,250,000,000.

As of September 30, 2015 the outstanding balance of the tranche A facility amounted to Rp295,777,660,157.

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) with a maximum amount of Rp50,000,000,000 bears interest rate of 11.5% per annum. This loan was used to funding 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.

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- 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 nine months period ended September 30, 2015 amounted to Rp5,308,311,241.

As of September 30, 2015 and December 31, 2014 the outstanding balances of this facility amounted to Rp25,598,679,372 and Rp29,993,214,251, respectively.

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/14 dated April 16, 2014, 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 12.5% and will mature on February 5, 2014 and December 20, 2016, respectively.

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 2.2x. As of September 30, 2015 and December 31, 2014, GFA has complied with the required debt ratio.

The payment of loan for the nine months period ended September 30, 2015 amounted to Rp5,811,865,800.

As of September 30, 2015 and December 31, 2014, the outstanding balances of this facility amounted to Rp8,104,828,733 and Rp12,967,725,976, respectively.

24. Bonds Payable

	September 30, 2015 Rp	December 31, 2014 Rp
Nominal (September 30, 2015: USD803,306,000; December 31, 2014: USD803,306,000)	11,774,056,042,000	9,993,126,640,000
Premium - Net	89,946,593,918	99,639,856,615
Bond Issuance Cost - Net	(303,315,850,826)	(312,155,200,064)
Total	11,560,686,785,092	9,780,611,296,551
Premium (net of discount)	145,360,797,499	123,373,700,000
Less : Accumulated Amortization	(55,414,203,581)	(23,733,843,385)
Unamortized Premium	89,946,593,918	99,639,856,615
Bond Issuance Costs	456,518,493,420	415,926,919,271
Less : Accumulated Amortization	(153,202,642,594)	(103,771,719,207)
Unamortized Bond Issuance Cost	303,315,850,826	312,155,200,064

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

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On March 9, 2006, Lippo Karawaci Finance B.V., a subsidiary, issued unsecured bonds with nominal value of USD250,000,000 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 USD183,754,000 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 USD270,608,000, and subsequently, on February 17, 2011, SC issued unsecured bond with a nominal value of USD125,000,000, 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. These bonds have been fully paid on November 14, 2012 and April 30, 2013, respectively.

On May 16, 2012, Theta Capital Pte. Ltd. (TC), a subsidiary, issued unsecured bonds with nominal value of USD150,000,000 and subsequently, on October 22, 2012, TC issued unsecured bond with a nominal value of USD100,000,000. 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 September 30, 2015 and December 31, 2014, accrued interest expense amounted to USD6,568,493 and USD2,547,222 (equivalent to Rp95,901,565,278 and Rp37,334,636,111), respectively.

In relation to exchange offer program of bonds, on November 14, 2012, TC, a subsidiary, issued unsecured bonds with nominal value of USD273,306,000 in exchange with bond of SC for a nominal value of USD253,713,000 and paid USD22,666,000. 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 September 30, 2015 and December 31, 2014, accrued interest expense amounted to USD6,463,497 and USD2,185,499 (equivalent to Rp94,735,477,056 and Rp27,187,607,560), respectively.

On January 14, 2013, TC, a subsidiary, issued unsecured bonds with a nominal value of USD130,000,000 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 6 months. As of September 30, 2015 and December 31, 2014 accrued interest expenses amounted to USD3,074,410 and USD1,039,549 (equivalent to Rp45,061,623,299 and Rp12,671,058,007), respectively.

On April 30, 2013, SC, a subsidiary, has been fully paid remaining bond amounting to USD119,229,000 at a price of 104.5%.

On April 11, 2014, TC, a subsidiary, issue unsecured bonds with a nominal value of USD150,000,000 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 September 30, 2015 and December 31, 2014 accrued interest expenses amounted to USD4,025,000 and USD1,429,167 (equivalent to Rp58,994,425,000 and Rp17,778,837,480), respectively.

Borrowing costs capitalized into land under development for the nine months period ended September 30, 2015 and for the year ended December 31, 2014 amounting to Rp510,542,618,717 and Rp575,116,386,833, respectively (see Note 7).

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 42.d).

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25. Long-Term Post-Employment Benefits Liability

Post-Employment Benefits – No Funding Defined Benefit Plan

Group appointed independent actuaries to determine post-employment liability in accordance with the existing manpower regulations. The management has provided reserve on post-employment benefits liability as of September 30, 2015, December 31, 2014 and 2013. The management believes that the estimate of post-employment benefits is sufficient to cover such liabilities.

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

	September 30, 2015 Rp	December 31, 2014 Rp	Januari 1, 2014/ December 31, Rp
Present Value of Defined Benefit Obligation	208,546,287,112	255,676,668,775	207,278,972,418
Fair Value Asset Plan	--	--	--
Total	208,546,287,112	255,676,668,775	207,278,972,418

The details of post-employment benefits expense recognized in the consolidated interim statements of profit or loss and other comprehensive income are as follows:

	2015 (9 Months) Rp	2014 (9 Months) Rp
Current Service Cost	14,230,216,805	24,501,277,504
Interest Expense	10,233,623,796	13,145,515,542
Total	24,463,840,601	37,646,793,046

Post-employment benefits expense is recorded as part of salaries and employee's benefits expense (see Note 38).

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

	September 30, 2015 Rp	December 31, 2014 Rp
Beginning Balances	255,676,668,775	207,278,972,418
Payment of Employees' Benefits	(8,415,963,696)	(23,567,563,468)
Other Comprehensive Income	(63,178,258,568)	19,048,967,530
Current Service Cost and Interest Expenses	24,463,840,601	52,916,292,295
Ending Balance	208,546,287,112	255,676,668,775

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

	September 30, 2014 Rp	December 31, 2013 Rp
Present Value of Defined Benefits Obligation in Beginning Period,	255,676,668,775	207,278,972,418
Current Service Cost	14,230,216,805	24,501,277,504
Interest Expense	10,233,623,796	13,145,515,542
Payment of Employees' Benefits	(8,415,963,696)	(23,567,563,468)
Expected Present Value of Defined Benefits Obligation at End of Period	271,724,545,680	221,358,201,996
Actual Present Value of Defined Benefits Obligation at End of Period	208,546,287,112	255,676,668,775
Actuarial Gain (Loss) Current Period	63,178,258,568	(34,318,466,779)

Mutation of consolidated interim of other comprehensive income is as follow:

	September 30, 2015 Rp	December 31, 2014 Rp
Beginning Balance	(57,674,352,088)	(38,625,384,558)
Other Comprehensive Income Current Period	63,178,258,568	(19,048,967,530)
Ending Balances	5,503,906,480	(57,674,352,088)

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

	September 30, 2015 Rp	2014 Rp	2013 Rp	December 31, 2012 Rp	2011 Rp
Present Value of Defined Benefit Liabilities	208,546,287,112	255,676,668,775	207,278,972,418	201,016,264,584	148,435,574,952
Asset Program	--	--	--	--	--
Deficits of the Program	208,546,287,112	255,676,668,775	207,278,972,418	201,016,264,584	148,435,574,952
Adjustment Arising on Fair Value Asset Program	--	--	--	--	--

Present value of defined benefits obligation, related current service cost and past service cost has been calculated by independent actuaries using the following assumptions for the nine months period ended September 30, 2015 and for the year ended December 31, 2014 are as follows:

	September 30, 2015	December 31, 2014
Discount Rate	8.50%	8.90%
Salary Increase Projection Rate	8.00%	8.00%
Mortality Rate	TMI-2011	TMI-2011
Permanent Disability Rate	10% x TMI-2011	10% x TMI-2011
Resignation Rate	5.00%	5.00%

Sensitivity analysis

Increasing 1% of assumed discount rate on September 30, 2015, will impact to the decrease of employee benefit expenses amounted to Rp2,066,038,574 and the decrease of defined benefits plan obligation amounted to Rp15,414,059,124.

Decreasing 1% of assumed discount rate on September 30, 2015, will impact to the increase of employee benefit expenses amounted to Rp1,834,139,083 and the decrease of defined benefits plan obligation amounted to Rp17,678,426,813.

26. Advances from Customers

	September 30, 2015 Rp	December 31, 2014 Rp
Third Parties		
Apartments	2,384,182,479,024	2,260,978,431,559
Residential Houses and Shophouses	2,157,125,225,262	2,297,609,438,130
Shopping Centers	187,434,696,997	195,711,717,834
Land Lots	162,308,294,388	398,062,629,200
Total	4,891,050,695,671	5,152,362,216,723
Current Portion	1,066,994,723,792	2,456,690,149,393
Non-Current Portion	3,824,055,971,879	2,695,672,067,330

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

	September 30, 2015 Rp	December 31, 2014 Rp
100%	3,310,144,183,194	3,461,924,959,363
50% - 99%	320,620,194,811	342,833,885,807
20% - 49%	293,570,695,065	365,433,924,067
Below 20%	966,715,622,601	982,169,447,486
Total	4,891,050,695,671	5,152,362,216,723

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27. Deferred Income

	September 30, 2015 Rp	December 31, 2014 Rp
Related Party		
Rent (see Notes 10 and 42.b)	447,730,374,099	449,839,846,526
Third Parties		
Rent	281,114,535,870	288,452,303,263
Others	55,077,708,561	41,892,708,709
Subtotal	336,192,244,431	330,345,011,972
Total Deferred Income	783,922,618,530	780,184,858,498
Current Portion	453,130,190,836	362,175,439,809
Non-Current Portion	330,792,427,694	418,009,418,689

28. Deferred Gain on Sale and Leaseback Transactions

	September 30, 2015 Rp	December 31, 2014 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 Statement Interim Consolidated Profit or Loss and Other Comprehensive Income Statement	97,961,708,940	70,196,779,840
Deferred Gain on Sale and Leaseback Transaction	1,683,744,177,222	1,711,509,106,322
Foreign Exchange Translation	203,916,391,747	106,411,728,221
Accumulated Amortization	(652,911,581,427)	(543,380,832,978)
Deferred Gain on Sale and Leaseback - Net	1,234,748,987,542	1,274,540,001,565
Current Portion	136,252,887,083	127,287,435,838
Non-Current Portion	1,098,496,100,459	1,147,252,565,727

Deferred gain on sale and leaseback transactions is amortized over 15 years of lease period using the straight line method (see Note 42.b).

29. Capital Stock

The Company stockholders' composition as of September 30, 2015 and December 31, 2014 is as follows:

Stockholders	September 30, 2015		
	Total Shares	Percentage Ownership (%)	Issued and Fully Paid (Rp)
Pacific Asia Holdings Ltd	4,126,619,908	18.12	412,661,990,800
PT Metropolis Propertindo Utama	1,212,280,000	5.32	121,228,000,000
Public (each below 5%)	17,432,685,211	76.56	1,743,268,521,100
Sub Total	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

Stockholders	December 31, 2014		
	Total Shares	Percentage Ownership (%)	Issued and Fully Paid (Rp)
Pacific Asia Holdings Ltd	4,126,619,908	18.12	412,661,990,800
PT Metropolis Propertindo Utama	1,212,280,000	5.32	121,228,000,000
Tanri Abeng, MBA	150,000	--	15,000,000
Public (each below 5%)	17,432,535,211	76.56	1,743,253,521,100
Sub Total	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

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The details acquisition of treasury stock are as follows:

Reporting Period	No. Register Letter to Bapepam - LK	Total Shares	Acquisition Cost (Rp)
2011	005/LK-COS/I/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

30. Additional Paid in Capital - Net

	2015 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 Paid in Capital Excess of Par - Net	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	<u>190,663,253,676</u>
Realization	<u>(84,027,724,260)</u>
Net	<u>106,635,529,416</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	<u>159,677,075,500</u>
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.

31. Difference in Transactions with Non-Controlling Interest

On February 12, 2015, PT Wisma Jatim Propertindo (WJP), a subsidiary, acquired 25% shares of PT Wahana Usaha Makmur from PT Mahanaim with the price of Rp15,334,000,000. The excess of acquisition cost over the subsidiary's net assets amounted to Rp43,851,181,695 was recorded as difference in transactions with non-controlling interest.

On February 6, 2015, PT Safira Prima Utama and PT Kalimaya Pundi Bumi, subsidiaries, made disposal on its investment of 75,300,000 shares or equivalent to 6.51% and 17,500,000 shares or equivalent to 1.51% share ownership in PT Siloam International Hospitals Tbk (SIH) with the price per share of Rp12,250 amounted to Rp1,136,800,000. Gain on disposal of investments amounting Rp1,000,581,189,869 was recorded as difference in transactions with non-controlling interest.

On November 28, 2014, PT Tunggal Pilar Perkasa, a subsidiary, acquired 20% shares of PT Medika Sarana Traliansia (MST) from Steer Clear Ltd with the price of Rp45.030.000.000. The excess of

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acquisition cost over the subsidiary's net assets amounted to Rp25,748,354,393 was recorded as difference in transactions with non-controlling interest.

On March 13, 2014, PT Kalimaya Pundi Bumi, a subsidiary, made disposal on its investment of 82,500,000 shares in SIH or equivalent to 7.1% of the issued and fully capital stock in SIH with the price of Rp10,400 per share or Rp858,000,000,000. Gain on disposal of investments amounting to Rp741,092,494,948 was recorded as difference in transactions with non-controlling interest.

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.

On September 2, 2013, PT Nilam Biru Bersinar, a subsidiary, made disposal on its investment of 5,900,000 shares in 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 difference in transactions with non-controlling interest.

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, 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:

	September 30, 2015 Rp	December 31, 2014 Rp
Shares Acquired from Non Controlling Interest		
Acquisition Cost	(359,047,642,857)	(343,713,642,857)
Net Asset Value of Acquired	161,012,895,861	101,827,714,166
Difference from Foreign Currency Translations	(21,105,562,928)	(21,105,562,928)
Sub total	(219,140,309,924)	(262,991,491,619)
Shares Disposal to Non Controlling Interest		
Purchase Consideration	2,047,900,000,000	911,100,000,000
Net Assets Disposed	(254,756,946,500)	(118,538,136,369)
Sub total	1,793,143,053,500	792,561,863,631
Total	1,574,002,743,576	529,570,372,012

32. Other Equity Transaction

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.

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33. Cash Dividend and Reserved Fund

Based on Deed of Annual General Meeting of Stockholders No. 39 dated June 12, 2015 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 Rp380,000,000,000 and increased the reserved fund amounting to Rp1,000,000,000 from retained earnings of 2014.

Based on Deed of Annual 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 Rp320,000,000,000 and increased the reserved fund amounting to Rp1,000,000,000 from retained earnings of 2013.

34. Other Comprehensive Income

	September 30, 2015 Rp	December 31, 2014 Rp	January 1, 2014/ December 31, 2013 Rp
Gain from Translations Financial Statements in Foreign Currency	379,439,110,164	670,172,145,549	552,703,272,840
Gain on Changes in Fair Value of Available-for-Sale Financial Assets	537,293,407,657	170,197,156,625	425,998,078,104
Actuarial Gain (Loss) of Defined Benefit Plan	(9,539,445,440)	(45,536,555,434)	(36,243,954,161)
Total	907,193,072,381	794,832,746,740	942,457,396,783

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

	September 30, 2015 Rp	December 31, 2014 Rp
<u>Investment FREIT (see Note 6)</u>		
Bridgewater International Ltd	808,725,186,676	573,756,360,982
Bowsprit Capital Corporation Ltd	189,357,316,548	131,109,596,159
PT Menara Tirta Indah	268,640,302,387	208,205,465,090
<u>Investment LMIRT (see Note 6)</u>		
Bridgewater International Ltd	(667,372,813,032)	(718,469,860,666)
LMIRT Management Ltd	(25,337,885,208)	(24,404,404,940)
<u>Investment KIJA (see Note 6)</u>		
Intellitop Finance Limited	(36,718,699,714)	--
Gain on Changes in Fair Value of Available-for-Sale Financial Assets	537,293,407,657	170,197,156,625

35. Non-Controlling Interests

Details of non-controlling interests in the equity of consolidated subsidiaries as of September 30, 2015 and December 31, 2014 and January 1, 2014/ December 31, 2013 are as follows:

	September 30, 2015 Rp	December 31, 2014 Rp	January 1, 2014/ December 31, 2013 Rp
PT Lippo Cikarang Tbk	1,512,675,688,791	1,223,736,344,194	831,016,539,238
PT Siloam International Hospitals Tbk	501,130,792,933	346,607,714,721	255,659,108,978
PT Gowa Makassar Tourism Development Tbk	224,958,877,404	186,320,280,076	137,102,308,674
PT Darma Sarana Nusa Pratama	30,016,766,750	37,439,900,959	40,520,847,934
PT Metropolitan Permaisemesta	23,065,782,698	16,495,708,082	13,938,718,173
PT Pelangi Cahaya Intan Makmur	19,491,507,479	15,300,553,628	18,908,852,885
PT Wahana Usaha Makmur	--	179,558,514,763	61,070,962,506
Others	30,430,038,671	27,790,650,118	18,386,093,321
Total	2,341,769,454,725	2,033,249,666,540	1,376,603,431,709

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36. Revenues

	2015 (9 Months) Rp	2014 (9 Months) Rp
Urban Development:		
Residential Houses and Shophouses	1,243,256,850,273	797,063,630,745
Land Lots	391,088,773,852	768,927,595,528
Memorial Park	144,794,306,276	122,425,399,929
Asset Enhancements	79,868,819,359	16,923,638,474
Others	21,872,713,891	10,309,454,416
Subtotal	<u>1,880,881,463,651</u>	<u>1,715,649,719,092</u>
Large Scale Integrated Development:		
Apartments	870,049,428,967	1,051,177,333,379
Asset Enhancements	19,503,135,000	16,166,866,999
Sub Total	<u>889,552,563,967</u>	<u>1,067,344,200,378</u>
Retail Malls:		
Asset Enhancements	178,568,660,136	198,755,649,591
Shopping Centres	989,575,751	2,635,846,156
Subtotal	<u>179,558,235,887</u>	<u>201,391,495,747</u>
Healthcare:		
Inpatient Department		
Medical Support Services and Professional Fees	705,419,048,277	537,098,775,453
Drugs and Medical Supplies	643,789,973,960	535,138,016,095
Ward Fees	268,747,008,343	212,779,791,388
Hospital Facilities	109,591,414,259	72,571,125,144
Operating Theater	81,808,341,595	57,884,626,321
Administration Fees and Others	73,446,945,255	76,899,429,087
Outpatient Department		
Medical Support Services and Professional Fees	692,572,735,098	559,180,277,825
Drugs and Medical Supplies	348,657,285,302	285,337,258,749
Hospital Facilities	41,100,610,330	24,425,743,617
Registration Fees	29,615,951,686	24,360,322,203
Others	18,392,828,548	29,616,464,811
Subtotal	<u>3,013,142,142,653</u>	<u>2,415,291,830,693</u>
Hospitality and Infrastructure:		
Hotels and Restaurants	208,930,400,665	221,515,985,837
Town Management	184,261,852,348	146,604,800,571
Water and Sewage Treatment	95,896,320,251	95,229,632,640
Recreation and Sports	51,671,766,690	48,975,961,325
Others	21,871,231,752	8,452,537,466
Subtotal	<u>562,631,571,706</u>	<u>520,778,917,839</u>
Property and Portfolio Management:		
Management Fees	232,852,094,180	200,543,096,212
Total Revenues	<u>6,758,618,072,044</u>	<u>6,120,999,259,961</u>

Management fees revenue represents revenue from management services of shopping centers and manager of REIT. Assets enhancement revenues represents revenue from leasing of the Group's assets. There are no sales above 10% of net revenues for the nine months periods ended September 30, 2015 and 2014.

37. Cost of Sales

	2015 (9 Months) Rp	2014 (9 Months) Rp
Urban Development:		
Residential Houses and Shophouses	510,273,250,562	308,728,646,115
Land Lots	98,507,841,709	298,495,955,518
Memorial Park	24,549,613,040	19,001,664,096
Asset Enhancements	1,117,623,640	1,208,722,309
Others	13,689,384,436	3,893,564,515
Subtotal	<u>648,137,713,387</u>	<u>631,328,552,553</u>

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	2015 (9 Months) Rp	2014 (9 Months) Rp
Large Scale Integrated Development:		
Apartments	420,558,535,512	501,294,694,044
Asset Enhancements	1,251,773,404	2,476,069,585
Subtotal	421,810,308,916	503,770,763,629
Retail Malls:		
Asset Enhancements	8,604,826,964	978,954,813
Shopping Centres	400,117,384	961,196,144
Subtotal	9,004,944,348	1,940,150,957
Healthcare:		
Inpatient Department		
Professional Fees, Salaries and Employee Benefits	619,719,987,273	476,129,463,490
Drugs and Medical Supplies	379,459,968,595	336,899,227,708
Depreciation	110,918,903,009	87,707,429,292
Clinical Supplies	48,156,791,009	42,468,958,266
Food and Beverages	47,826,886,535	38,436,019,911
Referral Fees	30,766,075,681	20,255,682,925
Repair and Maintenance	11,051,132,962	7,136,807,748
Others	55,126,016,320	43,694,339,834
Outpatient Department		
Professional Fees, Salaries and Employee Benefits	405,765,750,743	327,057,382,375
Drugs and Medical Supplies	281,690,096,553	240,014,581,947
Depreciation	63,771,891,905	50,064,483,519
Clinical Supplies	37,590,117,108	21,967,421,884
Referral Fees	23,023,458,747	25,183,352,579
Repair and Maintenance	8,589,193,521	4,142,577,149
Others	33,211,746,624	26,962,281,566
Subtotal	2,156,668,016,585	1,748,120,010,193
Hospitality and Infrastructure:		
Town Management	109,401,200,828	117,248,742,580
Hotels and Restaurants	78,003,035,985	80,367,536,937
Water and Sewage Treatment	72,055,688,542	37,202,699,170
Recreation and Sports	16,550,250,420	15,264,288,008
Others	10,265,030,591	9,082,270,488
Subtotal	286,275,206,366	259,165,537,183
Property and Portfolio Management:		
Management Fees	13,538,482,811	10,900,716,631
Total Cost of Sales	3,535,434,672,413	3,155,225,731,146

There are no purchases above 10% of net revenues for respective periods.

38. Operating Expenses

	2015 (9 Months) Rp	2014 (9 Months) Rp
<u>Selling Expenses</u>		
Marketing and Advertising	134,168,638,622	122,263,557,001
Salaries and Employee Benefits	107,730,445,070	88,552,559,466
Management Fees	30,338,775,377	28,093,537,797
Repairs and Maintenance	23,174,273,666	20,645,597,863
Depreciation (see Notes 13 and 14)	17,487,155,389	14,419,297,669
Transportation and Accommodation	12,755,199,221	4,388,158,163
Electricity and Water	7,183,125,284	3,013,705,128
Rent - Net	3,992,667,374	3,283,828,978
Office Supplies	3,597,991,173	7,068,570,623
Others (Each Bellow Rp3 billion)	14,301,274,316	5,951,106,945
Total	354,729,545,492	297,679,919,633

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	2015 (9 Months) Rp	2014 (9 Months) Rp
General and Administrative Expenses		
Salaries and Employee Benefits	597,747,843,033	584,538,042,898
Depreciation (see Note 14)	137,481,894,385	106,837,916,224
Electricity and Water	106,761,788,453	107,332,979,969
Office Expenses	91,588,531,666	86,096,829,329
Tax Expenses	80,135,821,229	--
Professional Fees	76,093,349,951	79,013,049,521
Transportation and Accommodation	66,958,437,585	52,254,369,466
Rent - Net	48,728,013,933	86,849,324,536
Repairs and Maintenance	36,333,705,612	31,368,667,997
Office Supplies	32,196,230,558	28,875,764,957
Training and Seminar	23,608,336,881	13,663,560,357
Communication	19,979,272,968	16,846,229,519
Insurance	16,337,726,661	9,260,178,539
Membership and Subscription Fees	6,529,355,830	6,648,944,535
Others (each bellow Rp5 billion)	51,474,469,419	26,734,789,311
Total	1,391,954,778,164	1,236,320,647,158
Total Operating Expenses	1,746,684,323,656	1,534,000,566,791

39. Financial Income (Charges) - Net

	2015 (9 Months) Rp	2014 (9 Months) Rp
Interest Income	61,067,370,421	51,579,795,066
Financial Charges	(153,105,083,169)	(127,843,515,268)
Interest Expenses	(6,650,775,495)	(4,343,659,080)
Financial Charges - Net	(98,688,488,243)	(80,607,379,282)

Interest income represents interest income from bank accounts, time deposits and restricted funds (see Notes 4 and 9), Financial charges represent hedging cost, bank charges, using electronic data capture (EDC) machine and interest subsidy on mortgages for houses and apartments (KPR and KPA), while interest expense represents interest on loans (see Notes 21 and 23).

40. Other Income (Expenses) - Net

	2015 (9 Months) Rp	2014 (9 Months) Rp
Other Income		
Dividend Income	157,072,812,056	119,300,846,953
Penalty Income	5,276,173,978	--
Gain on Foreign Exchange - Net	--	186,524,228,751
Others - Net	36,797,931,341	41,250,140,746
Total Other Income	199,146,917,375	347,075,216,450
Other Expenses		
Loss on Foreign Exchange - Net	785,740,708,106	--
Amortization Expense	53,175,228,052	47,897,473,649
Total Other Expenses	838,915,936,158	47,897,473,649

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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.

41. Basic Earnings Per Share

The calculation of basic earnings per share is as follows:

	2015 (9 Months)	2014 (9 Months)
Profit for the Periods Attributable to Owners of the Parent Company (Rupiah)	66.398.354.583	1.056.949.043.255
Weighted Average Number of Common Stocks (Share)	22.771.585.119	22.771.585.119
Basic Earnings per Share (Rupiah)	2,92	46,42

42. Commitments

a. Operational and Management Agreements

- 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 nine months periods ended September 30, 2015 and 2014 amounted to Rp75,200,000,000 and Rp65,100,000,000, 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.
- Group entered into several agreements with contractors for the development of their projects. As of September 30, 2015 and December 31, 2014 total outstanding commitment amounted to Rp1,630,000,000,000 and Rp969,000,000,000, respectively.

b. Rental Agreements

- 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

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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 28).

Rental expense of sale and lease-back transaction for the nine months periods ended September 30, 2015 and 2014 amounted to Rp124,574,963,593 and Rp121,358,183,749, respectively.

- 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 REIT at the selling price of SGD33,333,333 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 28).

Rental expense of sale and lease-back transaction for the nine months periods ended September 30, 2015 and 2014 amounted to Rp14,590,399,905 and Rp24,777,073,098, 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 of sale and lease-back transaction for the nine months periods ended September 30, 2015 and 2014 amounted to Rp105,211,084,061 and Rp100,671,694,999, 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 periods (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 Rp3,000,000,000 and increase by Rp500,000,000 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.

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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.

On January 2, 2014, PT RS Siloam Hospital Sumsel entered into a lease agreement of building of Siloam Hospital Palembang (Siloam Sriwijaya) with PT Bisma Pratama Karya. This agreement is valid for 15 years since the business license of the hospital. Business license Siloam Sriwijaya is dated November 6, 2013 and will be expired in one year. Rental expense will be paid quarterly

For the nine month periods ended September 30, 2015 and 2014, rental expense amounted to Rp2,230,712,857 and Rp2,475,000,000, 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 of sale and lease-back transaction for the nine months periods ended September 30, 2015 and 2014 amounted to Rp43,826,594,203 and Rp43,826,594,203, 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 REIT. The selling price of the property amounted to Rp467,287,558,000 and the property is leased back.

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 28).

Rental expense of sale and lease-back transaction for the nine months periods ended September 30, 2015 and 2014 amounted to Rp30,000,347,224 and Rp31,404,780,555, 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 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 28).

Rental expense of sale and lease-back transaction for the nine months periods ended September 30, 2015 and 2014 amounted to Rp56,628,000,001 and Rp56,628,000,000, respectively.

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- 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 for the nine months periods ended September 30, 2015 and 2014 amounted to Rp54,171,000,000 and Rp52,766,566,667, respectively.

- In Februari 2005, PT Diagram Healthcare Indonesia (DHI), a subsidiary, entered into a lease agreement on hospital building of Siloam Hospitals Cinere with PT Anadi Sarana Tatahusada. This agreement is valid for 13 years with total rental amount of Rp12,000,000,000.

Rental expense for the nine months periods ended September 30, 2015 and 2014 amounted to Rp761,538,462 and nil, respectively.

- On May 28, 2014, PT Berlian Cahaya Indah, a subsidiary, entered into a lease agreement on building of Siloam Hospital Purwakarta with PT Metropolis Propertindo Utama. This agreement is valid for 15 years from the date of issuance of the business license of Siloam Purwakarta. Business license Siloam Purwakarta is dated May 14, 2014 and will be expired in one year. Rental expense will be paid quarterly

Rental expense for the nine months periods ended September 30, 2015 and 2014 amounted to Rp438,369,579 and nil, respectively.

- On December 20, 2014, PT Krisolis Jaya Mandiri, a subsidiary, entered into a lease agreement on building of Siloam Hospital Kupang with PT Busa Bahana Niaga. This agreement is valid for 15 years from the date of issuance of the business license of Siloam Purwakarta. Business license Siloam Purwakarta is dated December 1, 2014 and will be expired in one year. Rental expense will be paid quarterly.

Rental expense for the nine months periods ended September 30, 2015 and 2014 amounted to nil, 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 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 and Siloam Hospitals Lampung;
- 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 Ambon, Siloam Hospitals Lubuk Linggau, Siloam Hospitals Manado Kairagi, Siloam Hospitals Serang and Siloam Hospitals Pekanbaru.

d. Hedging Transaction Agreements on Bonds denominated in U.S. Dollar

- On May 29, 2012, the Company entered into Non-Deliverable USD Call Spread Option transaction with Morgan Stanley & Co International Plc (MS), amounting to USD50,000,000 for strike prices between Rp9,500 - Rp11,500 with an annual premium rate of 1.26%. On April 21, 2015, the Company cancelled and restructured the transaction with new strike prices between Rp9,500 - Rp11,500 and Rp12,500 – 13,225 with an annual premium rate of 1.26%. Premium

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will be paid every May 16 and November 16. This transaction will due on May 16, 2019. As of September 30, 2015, the fair value of this transaction amounted to USD8,976,298 (equivalent Rp131,565,595,732).

- On May 29, 2012, the Company entered into Non-Deliverable USD Call Spread Option transaction with Deutsche Bank AG (DB), Singapore branch, amounting to USD50,000,000 for strike prices between Rp9,500 - Rp11,500 with an annual premium rate of 1.26%. On April 24, 2015, the Company cancelled and restructured the transaction with new strike prices between Rp10,200 - Rp11,500 and Rp12,500 – 13,210 with an annual premium rate of 1.26%. Premium will be paid every May 16 and November 16. This transaction will due on May 16, 2019. As of September 30, 2015, the fair value of this transaction amounted to USD7,893,956 (equivalent Rp115,701,717,628).
- On June 5, 2012, the Company entered into Non-Deliverable USD Call Spread Option transaction with J.P Morgan (S.E.A) (JPM) Limited, Singapore branch, amounting to USD25,000,000 for strike prices between Rp9,500 - Rp11,500 with an annual premium rate of 1.18%. On April 24, 2015, the Company cancelled and restructured the transaction with new strike prices between Rp10,200 - Rp11,500 and Rp12,500 – 13,230 with an annual premium rate of 1.18%. Premium will be paid every May 16 and November 16. This transaction will due on May 16, 2019. As of September 30, 2015, the fair value of this transaction amounted to USD3,728,321 (equivalent Rp54,645,996,754).
- On June 26, 2012, the Company entered into Non-Deliverable USD Call Spread Option transaction with Nomura International plc (NIP), United Kingdom branch, amounting to USD25,000,000 for strike prices between Rp9,500 - Rp11,500 with an annual premium rate of 1.125%. On April 21, 2015, the Company cancelled and restructured the transaction with new strike prices between Rp10,200 - Rp11,500 and Rp12,500 – 13,200 with an annual premium rate of 1.125%. Premium will be paid every May 16 and November 16. This transaction will due on May 16, 2019. As of September 30, 2015, the fair value of this transaction amounted to USD5,096,251 (equivalent Rp74,695,750,597).
- On October 29, 2012, the Company entered into Non-Deliverable USD Call Spread Option transaction with BNP Paribas (BNP), Singapore branch, amounting to USD115,000,000 for strike prices between Rp9,500 - Rp11,500 with an annual premium rate of 0.69%. On April 21, 2015, the Company cancelled and restructured the transaction with new strikes price between Rp10,200 - Rp11,500 and Rp12,500 – 13,205 with an annual premium rate of 0.69%. Premium will be paid every May 16 and November 16. This transaction will due on November 16, 2020. As of September 30, 2015, the fair value of this transaction amounted to USD19,252,870 (equivalent Rp282,189,321,536).
- On October 29, 2012, the Company entered into Non-Deliverable USD Call Spread Option transaction with JPM, Singapore branch, amounting to USD140,000,000 for strike prices between Rp9,500 - Rp11,500 with an annual premium rate of 0.69%. On April 21, 2015, the Company cancelled and restructured the transaction with new strike prices between Rp10,200 - Rp11,500 and Rp12,500 – 13,210 with an annual premium rate of 0.69%. Premium will be paid every May 14 and November 14. This transaction will due on November 14, 2020. As of September 30, 2015, the fair value of this transaction amounted to USD15,875,295 (equivalent Rp232,684,202,664).
- On November 8, 2012, the Company entered into Non-Deliverable USD Call Spread Option transaction with MS, United Kingdom branch, amounting to USD 21,000,000 for strike prices between Rp9,500 - Rp11,500 with an annual premium rate of 0.685%. On April 21, 2015, the Company cancelled and restructured the transaction with new strike prices between Rp10,200 - Rp11,500 and Rp12,500 – 13,225 with an annual premium rate of 0.685%. Premium will be paid every May 14 and November 14. This transaction will due on November 14, 2020. As of

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September 30, 2015, the fair value of this transaction amounted to USD3,257,939 (equivalent Rp47,751,612,127).

- On January 15, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with MS, United Kingdom branch, amounting to USD97,000,000 for strike prices between Rp9,500 - Rp11,500 with an annual premium rate of 0.525%. On April 21, 2015, the Company cancelled and restructured the transaction with new strikes price between Rp10,200 - Rp11,500 and Rp12,500 – 13,225 with an annual premium rate of 0.525%. Premium will be paid every May 14 and November 14. This transaction will due on November 14, 2020. As of September 30, 2015, the fair value of this transaction amounted to USD15,670,109 (equivalent Rp229,676,781,530).
- On January 25, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with NIP, United Kingdom branch, amounting to USD 50,000,000 for strike prices between Rp9,500 - Rp11,500 with an annual premium rate of 1.440%. On April 21, 2015, the Company cancelled and restructured the transaction with new strike prices between Rp10,200 - Rp11,500 and Rp12,500 – 13,200 with an annual premium rate of 2.27%. Premium will be paid every May 16 and November 16. This transaction will due on May 16, 2019. As of September 30, 2015, the fair value of this transaction amounted to USD11,022,980 (equivalent Rp161,563,813,549).
- On January 25, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with BNP, Singapore branch, amounting to USD30,000,000 for strike prices between Rp9,500 - Rp11,500 with an annual premium rate of 1.075%. On April 21, 2015, the Company cancelled and restructured the transaction with new strike prices between Rp10,200 - Rp11,500 and Rp12,500 – 13,205 with an annual premium rate of 1.075%. Premium will be paid every May 14 and November 14. This transaction will due on November 14, 2020. As of September 30, 2015, the fair value of this transaction amounted to USD4,559,553 (equivalent Rp66,829,361,763).
- On January 28, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with JPM, Singapore branch, amounting to USD25,000,000 for strike prices between Rp9,500 - Rp11,500 with an annual premium rate of 1.429%. On April 24, 2015, the Company cancelled and restructured the transaction with new strike prices between Rp10,200 - Rp11,500 and Rp12,500 – 13,210 with an annual premium rate of 1.429%. Premium will be paid every May 16 and November 16. This transaction will due on May 16, 2019. As of September 30, 2015, the fair value of this transaction amounted to USD3,542,024 (equivalent Rp51,915,451,009).
- On January 28, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with DB, Singapore branch, amounting to USD25,000,000 for strike prices between Rp9,500 - Rp11,500 with an annual premium rate of 1.450%. On April 24, 2015, the Company cancelled and restructured the transaction with new strike prices between Rp10,200 - Rp11,500 and Rp12,500 – 13,210 with an annual premium rate of 1.429%. Premium will be paid every May 16 and November 16. This transaction will due on May 16, 2019. As of September 30, 2015, the fair value of this transaction amounted to USD3,804,824 (equivalent Rp55,767,309,857).
- On September 26, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with DB, Singapore branch, amounting to USD50,000,000 for strike prices between Rp11,500 - Rp12,500 with an annual premium rate of 0.83%. Premium will be paid every May 16 and November 16. This transaction will due on May 16, 2019. As of September 30, 2015, the fair value of this transaction amounted to USD2,575,426 (equivalent Rp37,748,023,764).
- On September 26, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with BNP, Singapore branch, amounting to USD100,000,000 for strike prices between Rp11,500 - Rp12,500 with an annual premium rate between 0.80%. Premium will be

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paid every May 16 and November 16. This transaction will due on May 16, 2019. As of September 30, 2015, the fair value of this transaction amounted to USD8,083,711 (equivalent Rp118,482,950,399).

- On September 27, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with JPM, Singapore branch, amounting to USD50,000,000 for strike prices of Rp11,500 and Rp12,500 with an annual premium rate of 0.83%. Premium will be paid every May 16 and November 16. This transaction will due on May 16, 2019. As of September 30, 2015, the fair value of this transaction amounted to USD2,291,119 (equivalent Rp33,580,924,831).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with DB, Singapore branch, amounting to USD75,000,000 for strike prices of Rp11,500 - Rp12,500 with an annual premium rate between 0.70%. Premium will be paid every May 14 and November 14. This transaction will due on November 14, 2020. As of September 30, 2015, the fair value of this transaction amounted to USD3.214.400 (equivalent Rp47,113,463,571).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with BNP, Singapore branch, amounting to USD63,000,000 for strike prices of Rp11,500 - Rp12,500 with an annual premium rate between 0.695%. Premium will be paid every May 14 and November 14. This transaction will due on November 14, 2020. As of September 30, 2015, the fair value of this transaction amounted to USD5.313.363 (equivalent Rp77,877,958,580).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with NIP, British branch, amounting to USD75,000,000 for strike prices of Rp11,500 - Rp12,500 with an annual premium rate between 0.70%. Premium will be paid every May 14 and November 14. This transaction will due on November 14, 2020. As of September 30, 2015, the fair value of this transaction amounted to USD5,406,986 (equivalent Rp79,250,200,995).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with JPM, Singapore branch, amounting to USD140,000,000 for strike prices option of Rp11,500 - Rp12,500 with an annual premium rate between 0.695%. Premium will be paid every May 14 and November 14. This transaction will due on November 14, 2020. As of September 30, 2015, the fair value of this transaction amounted to USD3,839,373 (equivalent Rp56,273,690,497).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option transaction with MS, British branch, amounting to USD50,000,000 for strike prices of Rp11,500 - Rp12,500 with an annual premium rate between 0.70%. Premium will be paid every May 14 and November 14. This transaction will due on November 14, 2020. As of September 30, 2015, the fair value of this transaction amounted to USD2,603,621 (ekuivalen Rp38.161.272.744).
- On April 24, 2014, the Company entered into Non-Deliverable USD Call Spread Option transaction with NIP, British branch, amounting to USD50,000,000 for strike prices of Rp11,500 - Rp12,500 with an annual premium rate 1.20%. Premium will be paid every April 11 and October 11. This transaction will due on April 11, 2022. As of September 30, 2015, the fair value of this transaction amounted to USD3,975,094 (equivalent Rp58.262.952.063).
- On May 5, 2014, the Company entered into Non-Deliverable USD Call Spread Option transaction with BNP, Singapore branch, amounting to USD50,000,000 for strike prices of Rp11,500 - Rp13,500 with an annual premium rate 1.14%. Premium will be paid every April 11 and October 11. This transaction will due on April 11, 2022. As of September 30, 2015, the fair value of this transaction amounted to USD4,474,027 (equivalent Rp65.575.820.940).

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- On May 5, 2014, the Company entered into Non-Deliverable USD Call Spread Option transaction with DB, Singapore branch, amounting to USD50,000,000 for strike prices of Rp11,500 - Rp13,500 with an annual premium rate 1.205%. Premium will be paid every April 11 and October 11. This transaction will due on April 11, 2022. As of September 30, 2015, the fair value of this transaction amounted to USD2,181,309 (equivalent Rp31.971.447.293).

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 18, 2013 through the extension of credit agreement No: 144/ICBC-MK/PTD1/X/2011/P4, 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 12% per year. This loan can be used for working capital purposes and will mature on October 25, 2016.

This Loan is 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 (see Note 7).

f. Joint Venture Agreement

PT Megakreasi Cikarang Damai, a subsidiary, entered the joint operation for managing of Delta Silicon 8 with PT Cikarang Hijau Indah as the owner's of the 227 hectare of land. Based on the Deed No.26 dated July 24, 2014 which was made in the presence of Sriwi Bawana Nawaksari, S.H., a notary in Tangerang, the joint operation includes planning, development, construction, marketing, selling, rental and managing of land area of the joint operation as the industrial area including its infrastructures and facilities. Term of the agreement is two (2) years and will be automatically extended if sales have been reached 50% of the total available land. Until September 30, 2015, the selling of land had reached 60.3 hectares.

43. Segment Information

An operating segment is a component of the entity that engages in business activity whose operating results are regularly reviewed by management, and its financial information can be presented separately.

The Company has six (6) operating segments i.e.,:

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

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The following are Group's operating segment as of September 30, 2015 and December 31, 2014 and for the nine months periods ended September 30, 2015 and 2014:

	September 30, 2015 (9 Months)						(In Thousand Rupiah)	
	Urban Development	Large Scale Integrated Development	Retail Malls	Healthcare	Hospitality and Infrastructure	Property and Portfolio Management	Elimination	Consolidated
	Rp	Rp	Rp	Rp	Rp	Rp		Rp
Net Revenues	1,830,164,646	829,567,897	161,714,801	3,013,142,143	562,631,572	232,852,094	(33,848,653)	6,596,224,500
Gross Profit	1,182,026,934	407,757,588	152,709,857	856,474,126	276,356,365	219,313,611	(33,848,653)	3,060,789,828
Selling Expenses	(178,868,104)	(46,115,193)	(51,473,092)	(24,426,828)	(7,928,886)	(54,776,976)	8,859,534	(354,729,545)
General and Administration Expenses	(426,559,121)	(74,761,354)	(35,638,696)	(670,238,081)	(120,127,407)	(89,619,239)	24,989,119	(1,391,954,779)
Interest Income	64,945,947	7,246,272	1,000,393	4,040,130	771,511	443,720	(17,380,603)	61,067,370
Finance and Interest Expenses	(130,100,757)	(2,555,894)	(228,410)	(41,922,232)	(2,271,871)	(57,298)	17,380,603	(159,755,859)
Other Income (Expense) Net	(677,160,450)	68,815,920	(13,595,824)	(20,885,623)	(20,420,818)	23,477,776	--	(639,769,019)
Loss on disposal on Investment in Available for Sell	--	--	--	--	--	(15,437,852)	--	(15,437,852)
Share in the Profit (Loss) of Associates	(7,885,866)	--	--	--	16,400,215	--	--	8,514,349
Profit Before Tax	(173,601,417)	360,387,339	52,774,228	103,041,492	142,779,109	83,343,742	--	568,724,494
Tax Benefit (Expense)								
Current	(57,054,666)	--	--	(37,720,729)	(13,340,049)	(16,716,806)	--	(124,832,250)
Deferred	6,360,349	--	--	(2,284,593)	(3,965,945)	653,936	--	763,747
Profit (Loss) for the Period	(224,295,734)	360,387,339	52,774,228	63,036,170	125,473,115	67,280,872	--	444,655,991
Profit for the period attributable to:								
Owner of the Parent Company	(597,627,844)	351,861,827	51,873,357	65,828,387	125,473,115	68,989,511	--	66,398,354
Non-Controlling Interest	373,332,110	8,525,512	900,871	(2,792,217)	--	(1,708,639)	--	378,257,637
	(224,295,734)	360,387,339	52,774,228	63,036,170	125,473,115	67,280,872	--	444,655,991
Segment Assets	25,068,593,672	7,889,495,350	2,294,677,411	2,981,723,921	739,165,982	1,590,107,716	--	40,563,764,052
Investments in Joint Venture	135,814,217	--	--	--	--	--	--	135,814,217
Investments in Associates	164,243,698	--	--	--	1,643,413	--	--	165,887,111
Total Assets	25,368,651,587	7,889,495,350	2,294,677,411	2,981,723,921	740,809,395	1,590,107,716	--	40,865,465,380
Segment Liabilities	16,515,129,601	3,677,996,888	756,417,449	895,630,702	171,129,621	76,620,421	--	22,092,924,682
Capital Expenditures	74,599,564	--	51,319,137	126,803,931	28,060,959	--	--	280,783,591
Depreciation	43,345,924	4,720,098	4,705,498	250,309,119	33,556,586	1,972,637	--	338,609,862
Non-Cash Expenses Other than Depreciation	60,724,495	1,511,322	11,934	10,825,349	1,761,944	2,804,025	--	77,639,069

	September 30, 2014 (9 Months)						(In Thousand Rupiah)	
	Urban Development	Large Scale Integrated Development	Retail Malls	Healthcare	Hospitality and Infrastructure	Property and Portfolio Management	Elimination	Consolidated
	Rp	Rp	Rp	Rp	Rp	Rp		Rp
Net Revenue	1,635,854,928	1,013,168,647	183,522,195	2,415,291,831	520,778,918	200,543,096	(8,878,640)	5,960,280,975
Gross Profit	1,004,526,375	509,397,883	181,582,044	667,171,821	261,613,381	189,642,380	(8,878,640)	2,805,055,244
Selling Expenses	(116,782,327)	(63,366,183)	(43,875,215)	(19,441,080)	(8,815,769)	(54,277,986)	8,878,640	(297,679,920)
General and Administration Expenses	(401,747,501)	(97,355,564)	(14,286,462)	(534,180,261)	(105,333,711)	(83,417,148)	--	(1,236,320,647)
Interest Income	24,406,208	12,907,217	1,115,012	12,041,784	969,626	139,948	--	51,579,795
Finance and Interest Expenses	(76,217,488)	(5,193,343)	(128,943)	(48,346,900)	(2,260,402)	(40,098)	--	(132,187,174)
Other Income (Expense) Net	293,862,809	6,020,136	3,203,392	(12,920,158)	(21,309,140)	30,320,704	--	299,177,743
Share in the Profit of Associates	(5,949,400)	--	--	--	8,721,676	--	--	2,772,276
Profit Before Tax	722,098,675	362,410,146	127,609,828	64,325,206	133,585,661	82,367,800	--	1,492,397,316
Tax Benefit (Expense)								
Current	(36,722,722)	--	--	(14,996,034)	(11,761,542)	(14,703,362)	--	(78,183,660)
Deferred	2,062,853	--	--	(1,980,518)	4,008,917	(480,376)	--	3,610,876
Profit for the Period	687,438,806	362,410,146	127,609,828	47,348,654	125,833,036	67,184,062	--	1,417,824,532
Profit for the period attributable to:								
Owner of the Parent Company	350,884,410	335,593,123	127,100,218	50,349,031	125,833,036	67,189,225	--	1,056,949,043
Non-Controlling Interest	336,554,396	26,817,023	509,610	(3,000,377)	--	(5,163)	--	360,875,489
	687,438,806	362,410,146	127,609,828	47,348,654	125,833,036	67,184,062	--	1,417,824,532
Capital Expenditures	62,333,950	18,046,288	3,331,642	267,631,838	21,773,574	--	--	373,117,292
Depreciation	27,401,688	4,377,309	2,339,769	195,514,644	30,507,590	1,298,958	--	261,439,958
Non-Cash Expenses Other than Depreciation	52,867,318	1,743,355	22,738	13,163,096	13,495,023	4,252,737	--	85,544,267

	December 31, 2014 (12 Months)						(In Thousand Rupiah)	
	Urban Development	Large Scale Integrated Development	Retail Malls	Healthcare	Hospitality and Infrastructure	Property and Portfolio Management	Elimination	Consolidated
	Rp	Rp	Rp	Rp	Rp	Rp		Rp
Segment Assets	22,601,814,520	8,010,801,081	2,125,591,618	2,842,743,551	699,991,286	1,368,658,094	--	37,649,600,151
Investments in Associates	121,640,349	--	--	--	1,643,413	--	--	123,283,762
Total Assets	22,723,454,869	8,010,801,081	2,125,591,618	2,842,743,551	701,634,699	1,368,658,094	--	37,772,883,913
Segment Liabilities	14,355,992,954	4,238,691,606	503,842,378	774,603,292	220,709,202	58,214,624	--	20,152,054,055

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44. Monetary Asset and Liabilities Denominated in Foreign Currencies

	September 30, 2015					
	Foreign Currencies					Equivalent in
	USD	JPY	SGD	EUR	AUD	Rupiah
Assets						
Cash and Cash Equivalents	13,929,537	113,800	33,913,470	238,113	409,231	562,113,978,155
Trade Accounts Receivable	2,969,185	--	3,138,209	--	--	75,761,303,811
Other Current Financial Assets	781,600	--	12,704,767	--	--	141,984,691,757
Other Non-Current Financial Assets	--	--	4,946,539	--	--	50,820,741,378
Total Assets	17,680,322	113,800	54,702,985	238,113	409,231	830,680,715,101
Liabilities						
Trade Accounts Payable	267,621	--	6,743,822	--	--	73,208,548,225
Accrued Expenses	25,827,096	--	769,610	--	--	386,454,719,212
Bonds Payable	803,306,000	--	--	--	--	11,774,056,042,000
Total Liabilities	829,400,717	--	7,513,432	--	--	12,233,719,309,437
Net Assets (Liabilities)	(811,720,395)	113,800	47,189,553	238,113	409,231	(11,403,038,594,336)

	December 31, 2014					
	Mata Uang Asing					Ekuivalen
	USD	JPY	SGD	EUR	AUD	Rupiah
Assets						
Cash and Cash Equivalents	9,908,908	113,800	210,627,281	188,113	406,259	2,114,806,789,243
Trade Accounts Receivable	3,949,954	--	4,642,154	--	--	92,875,802,748
Other Current Financial Assets	--	--	1,701,204	--	--	16,028,744,088
Other Non-Current Financial Assets	--	--	5,047,569	--	--	47,558,195,118
Total Assets	13,858,862	113,800	222,018,208	188,113	406,259	2,271,269,531,197
Liabilities						
Trade Accounts Payable	--	--	113,554	--	--	1,069,905,788
Accrued Expenses	9,468,271	--	1,636,153	--	--	133,201,124,806
Bonds Payable	803,306,000	--	--	--	--	9,993,126,640,000
Total Liabilities	812,774,271	--	1,749,707	--	--	10,127,397,670,594
Net Assets (Liabilities)	(798,915,409)	113,800	220,268,501	188,113	406,259	(7,856,128,139,397)

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 42.d).

45. 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 Rp500,000.

Until completion date of the consolidated interim financial statements, the plaintiffs filed of submission for judicial review to the Supreme Court of the Republic of Indonesia.

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

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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 completion date of the consolidated interim financial statements, 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 dated 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. Until completion date of the consolidated interim financial statements, there has been no remained verdict.

- On August 8, 2014, Drs. Akhmad H. Harris, filed a lawsuit to District Court Tangerang PN 470 / Pdt.G / 2014 / PN.TNG against SIH with malpractice suffered by the plaintiff. The value of lawsuit filed by the plaintiffs include material damages amounting to Rp906,231,000 and non-material losses of Rp500,000,000,000. Management believes that the non-material losses lawsuit will be rejected by the court.

All claims of the plaintiff were declined through decision of District Court Tangerang No.470/Pdt.G/2014/PN.TNG dated August 6, 2015. Until the completion date of the consolidated interim financial statements, the case is still in process.

- On December 16, 2014, dr. Arnold Bobby Soehartono, the plaintiff, filed a lawsuit to the Commercial Court in Surabaya District Court related to the use of plaintiff's portrait by SIH, a subsidiary ("Defendants"). Value of a lawsuit filed by the plaintiffs include compensation for Rp375.229.125 material and non-material losses amounting to Rp8,000,000,000.

The plaintiff's claim is granted through the decision of the Commercial Court in Surabaya District Court based on decision No. 10/HKI.Hak Cipta/2014/PN.Niaga.Sby dated April 13, 2015 where the defendant was punished to pay the compensation to the plaintiff amounted to Rp200,000,000 and force payment amounted to Rp500,000 every day since the decision remained verdict until execution of the legal case.

On April 27, 2015, the defendant filed a cassation on that verdict. Until the completion date of the consolidated interim financial statements, the case is still in process.

- Based on case letter No. 163/Pdt.G/2013/PN.Mks, PT Gowa Makassar Tourism Development Tbk (GMTD), a subsidiary, is the Convention Defendant and Reconvension Plaintiff of 59,996 sqm land area located in Maccini Sombala Village, Ujung Pandang Municipal. Until completion date of the consolidated interim financial statements, the case is still under appeal.
- Based on case No. 207/Pdt.G/2010/PN.Mks Tahun 2010, GMTD is an Intervention Plaintiff of 60,000 sqm land area, located in Maccini Sombala Village, Tamalate District, Makassar. Until completion date of the consolidated interim financial statements, the case is still in the planning of submission for judicial review to the Supreme Court of the Republic of Indonesia.
- Based on case No. 265/Pdt.G/2011/PN.Mks, GMTD is the plaintiff of 68,929 sqm land area located in Mattoangin Village, Mariso District, Makassar. Up to completion date of the consolidated interim financial statements, the case is still in the planning of submission for judicial review to the Supreme Court of the Republic of Indonesia.
- Based on case No. 342/Pdt.G/2014, GMTD is Plaintiff of 30,376 sqm land area, located in Maccini Sombala Village, Tamalate District, Makassar. Until completion date of the consolidated interim financial statements, the case is still under appeal.

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- Based on case No. 324/Pdt.G/2014/PN.Mks, GMTD is the Defendant VI of 5.80 hectares and 3.40 hectares land area, located in ORK Pattukangan Barombong Village, Tamalate District, Makassar. Until completion date of the consolidated interim financial statements, the case is still under appeal.
- Based on the case No. 80/G/2014/PTUN.Mks, GMTD is Intervening Defendant II of 12,700 sqm land area, located in Tanjung Merdeka Village, Tamalate District, Makassar. Until completion date of the consolidated interim financial statements, the case is still in the process of cassation.
- Based on case No. 318/Pdt.Bth/2014/PN.Mks, GMTD is Co-Defendant I of 7,613 sqm land area, located in the Tanjung Merdeka Village, Tamalate District, Makassar. Until completion date of the consolidated interim financial statements, the case is still under appeal.
- Based on case No. 312/Pdt.G/2013/PN.Mks, GMTD is the Defendant of 20,000 sqm land area, located in Tanjung Merdeka Village, Tamalate District, Makassar. Until completion date of the consolidated interim financial statements, the case is still in the process of cassation.
- Based on case No. 318/Pdt.G/2013/PN.Mks, GMTD is the Defendant of 10,000 sqm land area located in Panambungan Mariso District, Makassar. Until completion date of the consolidated interim financial statements, the case is still in the process of cassation.
- Based on cases No. 218/Pdt.G/2014/PN.Mks, GMTD is the Defendant of 50,800 sqm land area located in Pattukangan Barombong Village, Tamalate District, Makassar. Until completion date of the consolidated interim financial statements, the case is still under appeal.
- Based on cases No. 57/Pdt.G/2014/PN.Mks, No. 58/Pdt.G/2014/PN.Mks and No. 59/Pdt.G/2014/PN.Mks, GMTD is the Defendant II of 60,100 sqm land area, located in Tanjung Merdeka Village, Tamalate District, Makassar. Until completion date of the consolidated interim financial statements, the case is still under appeal.
- Based on cases No. 144/Pdt.G/2014/PN.Mks and No. 145/Pdt.G/2014/PN.Mks, GMTD is Defendant I of 18,300 sqm land area located in Kaccia Village/ Patukangan Barombong Village, Tamalate District, Makassar. Until completion date of the consolidated interim financial statements, for the first case is still under appeal and for the second case there has been no statement from the Defendant.
- Based on case No. 339/Pdt.G/2013/PN.Mks, GMTD is a defendant on a land area of 20,134 sqm, located in the village of Tanjung Merdeka, Tamalate District, Makassar. Until completion date of the consolidated interim financial statements, the case is still in the process of cassation.

46. Financial Instruments and Financial Risk Management

The main financial risks faced by the Group are credit risk, foreign exchange rate risk, liquidity risk interest 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 current financial assets, due from related parties, other non-current financial assets and investment available for sale. The maximum total credit risks exposure is equal to the amount of the respective accounts.

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Group 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:

September 30, 2015						
	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	2,149,285,620,423	--	--	--	--	2,149,285,620,423
Loans and Receivables						
Cash and Cash Equivalents	1,583,535,723,296	--	--	--	--	1,583,535,723,296
Trade Accounts Receivable	539,831,760,978	336,440,127,263	97,809,081,255	386,677,714,259	820,926,922,777	1,360,758,683,755
Other Current Financial Assets	1,034,729,133,676	--	--	--	--	1,034,729,133,676
Due from Related Parties Non-trade	34,736,638,312	--	--	--	--	34,736,638,312
Other Non-Current Financial Assets	667,315,737,914	--	--	--	--	667,315,737,914
Available-for-Sale						
Others Current Financial Asset	6,232,076,394,846	--	--	--	--	6,232,076,394,846
Total Financial Assets	12,241,511,009,445	336,440,127,263	97,809,081,255	386,677,714,259	820,926,922,777	13,062,437,932,222
December 31, 2014						
	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	1,787,652,313,287	--	--	--	--	1,787,652,313,287
Loans and Receivables						
Cash and Cash Equivalents	3,529,169,475,504	--	--	--	--	3,529,169,475,504
Trade Accounts Receivable	423,381,742,159	263,864,814,021	76,710,157,153	252,083,632,848	592,658,604,022	1,016,040,346,181
Other Current Financial Assets	827,699,397,938	--	--	--	--	827,699,397,938
Due from Related Parties Non-trade	14,788,363,567	--	--	--	--	14,788,363,567
Other Non-Current Financial Assets	619,925,241,308	--	--	--	--	619,925,241,308
Available-for-Sale						
Others Current Financial Asset	5,502,958,263,108	--	--	--	--	5,502,958,263,108
Total Financial Assets	12,705,574,796,871	263,864,814,021	76,710,157,153	252,083,632,848	592,658,604,022	13,356,562,423,904

The Group has provided allowance for impairment on due trade accounts receivable and other receivables (see Notes 5 and 6).

Not yet due financial assets which have indication of credit risk are mainly from cash and cash equivalents and accounts receivable

Management is of the opinion that there is no significant credit risk on placements in banks, due to fund placements only to reputable and creditworthy banks.

Management is of the opinion that not yet due accounts receivable have no significant credit risk, because receivables from selling units of property are secured by the related properties, where as the risks exposure are lower than the security, while accounts receivable non-property arisen from customers who has good track record.

(ii) Liquidity Risk

Liquidity risk is a risk when the cash flow position of the Group indicates that the short-tem 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 equivalents 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.

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

	September 30, 2015				
	Will Due In		Maturity not	Total	
	1 - 5 Years	More than 5 Years	Determined		
	Less Than 1 Year				
	Rp	Rp	Rp	Rp	
Measured at amortized cost					
Trade Accounts Payable - Third Parties	580,423,913,261	--	--	580,423,913,261	
Accrued Expenses	1,346,298,896,509	--	--	1,346,298,896,509	
Short-Term Post-Employment Benefits Liability	22,339,863,413	--	--	22,339,863,413	
Other Current Financial Liabilities	--	--	458,781,217,792	458,781,217,792	
Short-Term Bank Loan	392,586,226,452	--	--	392,586,226,452	
Long-Term Bank Loan	27,969,341,132	301,511,827,124	--	329,481,168,256	
Due to Related Parties Non-trade	--	--	3,155,011,461	3,155,011,461	
Bonds Payable	--	3,664,250,000,000	7,896,436,785,092	11,560,686,785,092	
Other Long-Term Financial Liabilities	--	--	80,532,322,632	80,532,322,632	
Total	2,369,618,240,767	3,965,761,827,124	7,896,436,785,092	14,774,285,404,868	
	December 31, 2014				
	Will Due In		Maturity not	Total	
	1 - 5 Years	More than 5 Years	Determined		
	Less Than 1 Year				
	Rp	Rp	Rp	Rp	
Measured at amortized cost					
Trade Accounts Payable - Third Parties	395,133,955,463	--	--	395,133,955,463	
Accrued Expenses	1,125,429,552,800	--	--	1,125,429,552,800	
Short-Term Post-Employment Benefits Liability	18,383,620,765	--	--	18,383,620,765	
Other Current Financial Liabilities	--	--	407,086,748,603	407,086,748,603	
Short-Term Bank Loan	173,540,195,011	--	--	173,540,195,011	
Long-Term Bank Loan	12,435,856,488	30,525,083,739	--	42,960,940,227	
Due to Related Parties Non-trade	--	--	3,379,278,119	3,379,278,119	
Bonds Payable	--	3,096,449,370,671	6,684,161,925,880	9,780,611,296,551	
Other Long-Term Financial Liabilities	--	--	67,387,383,763	67,387,383,763	
Total	1,724,923,180,527	3,126,974,454,410	6,684,161,925,880	12,013,912,971,302	

(iii) Market Risk

Market risks facing by the Group are mainly currency exchange rate risk, interest rate risk and price risk.

a. 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 equivalents, accrued expenses and loans.

To manage foreign exchange rate risk, the Company has entered into several derivative agreements with certain third parties (see Note 42.d).

The following tables show total financial assets and liabilities in foreign currencies as of September 30, 2015 and December 31, 2014:

	September 30, 2015				
	Foreign Currencies				Equivalent in Rupiah
	USD	JPY	SGD	EUR	
Assets					
Cash and Cash Equivalents	14,234,765	113,800	33,105,599	216,283	415,614
Trade Accounts Receivable	2,969,185	--	3,138,209	--	--
Other Current Financial Assets	160,144,843	--	595,722,184	--	--
Other Non-Current Financial Assets	--	--	4,946,539	--	--
Total Assets	177,348,793	113,800	636,912,531	216,283	415,614
Liabilities					
Trade Accounts Payable	267,621	--	6,743,822	--	--
Accrued Expenses	25,827,096	--	769,610	--	--
Bonds Payable	803,306,000	--	--	--	--
Total Liabilities	829,400,717	--	7,513,432	--	--
Net Assets (Liabilities)	(652,051,924)	113,800	629,399,099	216,283	415,614

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	December 31, 2014					Equivalent in Rupiah
	USD	JPY	SGD	EUR	AUD	
Assets						
Cash and Cash Equivalents	9,908,908	113,800	210,627,281	188,113	406,259	2,114,806,789,243
Trade Accounts Receivable	3,949,954	--	4,642,154	--	--	92,875,802,748
Other Current Financial Assets	143,756,626	--	600,438,854	--	--	7,445,667,309,828
Other Non-Current Financial Assets	--	--	5,047,569	--	--	47,558,195,118
Total Assets	157,615,488	113,800	820,755,858	188,113	406,259	9,700,908,096,937
Liabilities						
Trade Accounts Payable	--	--	113,554	--	--	1,069,905,788
Accrued Expenses	9,468,271	--	1,636,153	--	--	133,201,124,806
Bonds Payable	803,306,000	--	--	--	--	9,993,126,640,000
Total Liabilities	812,774,271	--	1,749,707	--	--	10,127,397,670,594
Net Assets (Liabilities)	(655,158,783)	113,800	819,006,151	188,113	406,259	(426,489,573,657)

Sensitivity analysis

A hypothetical 10% decrease in the exchange rate of the Rupiah against the USD currency would decrease profit before tax by Rp944,237,281,166 (2014: Rp810,973,153,218).

A hypothetical 10% decrease in the exchange rate of the Rupiah against the SGD currency would increase profit before tax by Rp35,502,465,854 (2014: Rp200,761,360,798)

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.

b. 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.

c. 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 manages 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 Rp61,713,429,449 (2014: Rp51,099,718,149).

Fair Value Estimation

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

	September 30, 2015		December 31, 2014	
	Carrying Value Rp	Fair Value Rp	Carrying Value Rp	Fair Value Rp
Financial Assets				
Fair value through profit or loss				
Derivative	2,149,285,620,423	2,149,285,620,423	1,787,652,313,287	1,787,652,313,287
Loans and Receivable				
Cash and Cash Equivalents	1,583,535,723,296	1,583,535,723,296	3,529,169,475,504	3,529,169,475,504
Trade Accounts Receivable	1,295,499,533,131	1,295,499,533,131	951,103,629,896	951,103,629,896
Other Current Financial Assets	1,027,262,310,382	1,027,262,310,382	820,399,687,755	820,399,687,755
Due from Related Parties Non-trade	34,736,638,312	34,736,638,312	14,788,363,567	14,788,363,567
Other Non-Current Financial Assets	667,315,737,914	667,315,737,914	619,925,241,308	619,925,241,308
Available-for-Sale				
Other Current Financial Assets	6,232,076,394,846	6,232,076,394,846	5,502,958,263,108	5,502,958,263,108
Total Financial Assets	12,989,711,958,304	12,989,711,958,304	13,225,996,974,425	13,225,996,974,425

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	September 30, 2015		December 31, 2014	
	Carrying Value Rp	Fair Value Rp	Carrying Value Rp	Fair Value Rp
Financial Liabilities				
Measured at amortized cost				
Trade Accounts Payable - Third Parties	580,423,913,261	580,423,913,261	395,133,955,463	395,133,955,463
Accrued Expenses	1,346,298,896,509	1,346,298,896,509	1,125,429,552,800	1,125,429,552,800
Short-Term Post-Employment Benefits Liability	458,781,217,792	458,781,217,792	407,086,748,603	407,086,748,603
Other Current Financial Liabilities	22,339,863,413	22,339,863,413	18,383,620,765	18,383,620,765
Short-Term Bank Loan	392,586,226,452	392,586,226,452	173,540,195,011	173,540,195,011
Long-Term Bank Loan	3,155,011,461	3,155,011,461	3,379,278,119	3,379,278,119
Due to Related Parties Non-trade	329,481,168,256	329,481,168,256	30,525,083,739	30,525,083,739
Bonds Payable	11,560,686,785,092	11,012,249,306,375	9,780,611,296,551	9,991,818,947,200
Other Long-Term Financial Liabilities	80,532,322,632	80,532,322,632	67,387,383,763	67,387,383,763
Total Financial Liabilities	14,774,285,404,868	14,225,847,926,151	12,001,477,114,814	12,212,684,765,463

As of September 30, 2015 and December 31, 2014, management estimates that the carrying value of short-term financial assets and liabilities and those which maturity not determined have reflect their fair value.

Derivative assets represent financial assets continuously measured at fair value using valuation techniques with unobservable input portion (Level 2).

Critical assumptions used in the computation of fair value of derivatives are as follow:

- Using Black-Scholes model.
- Using the yield obtain from Bloomberg with the same maturity as option instrument.
- Using deviation standard of exchange rate of Rupiah to USD for 10 years until valuation date.
- Using rate of exchange at the closing date of the reporting.
- Using the same strike prices as stated in the call spread option agreement.

Available for sales financial assets represent financial assets continuously measured at the fair value using quotation price in an active market (Level 1).

The fair value of bond payables are estimated using valuation techniques with unobservable input portion (Level 2).

The fair value of bond is calculated based on bond yield at the same/ identical rating with the remaining maturity of the bond.

The fair value hierarchy for financial assets at periods end were recorded using their fair value, are as follows:

	September 30, 2015 Rp	Level 1 Rp	Level 2 Rp	Level 3 Rp
Fair value through profit or loss - Derivative	2,149,285,620,423	--	2,149,285,620,423	--
Available-for-Sale				
Other Current Financial Assets	6,232,076,394,846	6,232,076,394,846	--	--
	December 31, 2014 Rp	Level 1 Rp	Level 2 Rp	Level 3 Rp
Fair value through profit or loss - Derivative	1,787,652,313,287	--	1,787,652,313,287	--
Available-for-Sale				
Other Current Financial Assets	5,502,958,263,108	5,502,958,263,108	--	--

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47. Business Combination

Aquisition Premium Venture International Ltd (PVIL)

On June 29, 2015, PT Lippo Cikarang Tbk acquired 100% shares of PVIL indirectly through PT Swadaya Teknopolis from 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 PVIL:

	Rp
Net Assets Acquired	
Other Current Assets	9,027,108,296
Investment	387,920,764,772
Intangible Assets	970,640,348
Due To Related Parties	(153,604,952,956)
Deferred Tax Liability	(294,203,676)
Other Comprehensive Income	(30,280,266,091)
NCI	(37,004,196,713)
Net Assets	176,734,893,980
Portion Acquired	100%
Share of Fair Value of Net Assets	176,734,893,980
Discount	(6,634,893,980)
Total Purchase Consideration	170,100,000,000

Discount obtained by the Group amounting to Rp6,634,893,980 related to changing of quoted market price of the available for sale financial assets as at the date of agreement and pre-agreement.

The Company through its subsidiaries acquire 100% ownership therefore there is no non-controlling interest balance.

Expenses related to the acquisition are not taken into account in the business combination because it is not material and have been charged to the current period of consolidated interim statements of profit or loss and other comprehensive income.

In connection with the acquisition, PVIL financial statements since date of acquisition are consolidated to financial statements of the Group.

Total revenues and income before income tax PVIL since date of acquisition which are included in the consolidated interim statements of profit or loss and other comprehensive income for the nine months period ended September 30, 2015 amounted to Rp8,215,202,291 and Rp6,572,161,833, respectively.

Operating revenues and profit from PVIL for the period ended September 30, 2015, as if PVIL has been consolidated from January 1, 2015 amounted to Rp10,251,854,562 and Rp8,198,049,816, respectively.

Aquisition PT Asiatic Sejahtera Finance (ASF)

On December 20, 2014, PT Sentra Dwimandiri acquired 100% shares of ASF indirectly through PT Manunggal Bumi Sejahtera and PT Sentra Realindo Development from third party, in line with the strategic business expansion which support the Group's business activities.

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

	Rp
Cash and Cash Equivalents	4,432,838,496
Net Investment - Finance Lease	10,986,778,596
Other Current Financial Assets	16,613,697
Prepaid Taxes	49,230,173
Deffered Tax Asset	76,024,196
Other Non-Current Financial Assets	11,347,800
Accrued Expenses	(53,323,621)
Tax Payable	(9,910,944)
Post-Employment Benefits Liability	(304,096,783)
Net Assets	15,205,501,610
Portion Acquired	100%
Share of Fair Value of Net Assets	15,205,501,610
Goodwill	64,794,498,390
Total Purchase Consideration	80,000,000,000

Goodwill arising from the acquisition amounted to Rp64,794,498,390 (see Note 15) which is the result of a subsidiary that support the business and synergies with the Group's core business.

The Company through its subsidiaries acquire 100% ownership therefore there is no non-controlling interest balance.

Expenses related to the acquisition are not taken into account in the business combination because it is not material and have been charged to the current year of consolidated statements profit or loss and other comprehensive income.

In connection with the acquisition, ASF financial statements since date of acquisition are consolidated to financial statements of the Group.

Total revenues and income before income tax ASF since date of acquisition which are included in the consolidated statements of profit or loss and other comprehensive income for the year ended December 31, 2014 amounted to nil.

Operating revenues and profit from ASF for the year ended December 31, 2014, as if ASF has been consolidated from January 1, 2014 amounted to Rp1,159,063,901.

Aquisition PT Anugerah Bahagia Abadi (ABA)

On May 12, 2014, Company aquired indirect 100% Share ABA from Third Party through PT Wisma Jatim Propertindo and PT Maharama Sakti 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 ABA:

	Rp
Cash and Cash Equivalents	23,493,131
Inventory	596,653,057,314
Prepaid Taxes	49,650,000
Advance	6,770,907,000
Due from Related Parties Non-trade	2,857,325,000

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	Rp
Trade Accounts Payable - Third Parties	(4,421,830,000)
Tax Payables	(4,060,000)
Non-Controlling Interest	(116,036,290)
Due to Related Parties Non-trade	(57,917,613,715)
Net Assets	543,894,892,440
Portion Acquired	100%
Share of Fair Value of Net Assets	543,894,892,440
Goodwill	5,791,607,560
Total Purchase Consideration	549,686,500,000

Goodwill arising from the acquisition amounted to Rp5,791,607,560 (see Note 15) which is the result of a subsidiary that support the business and synergies with the Group's core business.

The Company through its subsidiaries acquire 100% ownership therefore there is no non-controlling interest balance.

Expenses related to the acquisition are not taken into account in the business combination because it is not material and have been charged to the current year of statements of profit or loss and other comprehensive income.

In connection with the acquisition, ABA financial statements since date of acquisition are consolidated to financial statements of the Group.

Total revenues and profit before income tax ABA since date of acquisition which are included in the consolidated statements of profit or loss and other comprehensive income for the year ended December 31, 2014 amounted to nil.

Operating revenues and profit from ABA for the year ended December 31, 2014, as if ABA has been consolidated from January 1, 2014 is nil.

Acquisition of PT Rashal Siar Cakra Medika (RSCM)

On July 26, 2014, PT Tunggil Pilar Perkasa (TPP) and PT Mahkota Buana Selaras (MBS), acquired 75% and 25%, respectively, ownership in PT Rashal Siar Cakra Medika (RSCM) from third parties, in line with the strategic business expansion plan which supports the Group's business activities.

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

	Rp
Cash and Cash Equivalents	728,784,434
Trade Accounts Receivable	3,448,662,848
Other Current Financial Assets	1,103,523,414
Inventory	2,262,299,275
Prepaid Tax	3,907,670,574
Prepaid Expenses	142,249,976
Due from Related Parties Non-trade	742,933,125
Property, Plant and Equipment	100,970,760,605
Trade Accounts Payable - Third Parties	(4,598,342,558)
Accrued Expenses	(5,394,701,296)
Tax Payable	(781,249,546)

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As of September 30, 2015 (Unaudited) December 31, 2014

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(Expressed In Full Rupiah, Unless Otherwise Stated)

	Rp
Other Current Financial Laibilities	(16,609,381,086)
Long-Term Bank Loan	(68,202,736,290)
Deffered Tax Liabilities	(14,634,088,702)
Other Non-Current Financial Liabilities	(72,162,000)
Net Assets	3,014,222,773
Portion Acquired	100%
Share of Fair Value of Net Assets	3,014,222,773
Goodwill	101,776,732,211
Total Purchase Consideration	104,790,954,984

Goodwill arising from the acquisition amounted to Rp101,776,732,211 (see Note 15) and represents subsidiary business results that support and synergy with the core business of the Group.

Cost related to the acquisition amounted to Rp1,124,632,854, recorded as acquisition cost.

The Company through its subsidiaries acquire 100% ownership therefore there is no non-controlling interest balance.

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

Total revenue and loss before tax of RSCM since the date of acquisition which are included in the consolidated to statements of profit or loss and other comprehensive income for the year ended December 31, 2014 amounted to Rp36,921,501,108 and Rp489,251,724, respectively.

Total revenue and loss of RSCM for the year ended December 31, 2014, as if RSCM was consolidated since January 1, 2014 amounted to Rp36,921,501,108 and Rp298,135,217, respectively.

48. Non-Cash Transactions

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

- As of September 30, 2015, acquisition of subsidiaries through realization of advances amounted to Rp170,100,000,000.
- As of September 30, 2015, additional joint venture investment through realization of advances amounted to Rp24,457,010,000.
- As of September 30, 2015 and 2014, addition of property and equipment through realization of advances on purchase of property and equipment amounted to Rp25,668,464,778 and Rp23,882,144,086, respectively.
- As of September 30, 2015 and 2014, addition of AFS investment through payment of management fees in unit of LMIRT Management Ltd and Bowsprit Capital Corporation Ltd amounted to 23,428,812 units and 9,341,472 units (equivalent Rp77,811,544,025 and Rp34,860,917,793), respectively in LMIR Trust and 3,924,525 units and 8,614,546 units (equivalent Rp49,941,059,612 and Rp87,246,963,335), respectively, in First REIT.
- As of September 2015, Receipt of Hotel and Hospital Performance Guarantee amounted to Rp103,500,000,000, still payable.
- As of September 30, 2014, acquisition of subsidiaries through realization of advances amounted to Rp502,400,000,000.
- As of September 2014, distribution of dividend amounted to Rp320,000,000,000, still payable.
- As of September 2014, distribution of dividend in subsidiaries amounted to Rp2,168,851,680 still payable.

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49. Capital Management

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.

	September 30, 2015 Rp	December 31, 2014 Rp
Net Liabilities:		
Total Liabilities	22,092,924,681,716	20,152,054,055,011
Less: Cash and Cash Equivalents	(1,583,535,723,296)	(3,529,169,475,504)
Total Net Liabilities	20,509,388,958,420	16,622,884,579,507
Total Equity	18,772,540,698,070	17,620,829,858,097
Less: Other Components of Equity	(2,462,579,998,000)	(1,418,147,626,436)
Adjusted Equity	16,309,960,700,070	16,202,682,231,661
Net Liabilities Ratio to Adjusted Equity	1.26	1.03

50. Events After Reporting Date

- On October 2015, PT Saputra Karya (SK), a subsidiary, and PT Tata Prima Indah (TPI), a subsidiary of LMIR Trust, entered into an agreement of sales, purchase, construct and swap of land and property of Siloam Hospitals Surabaya (existing SHS) located in Gubeng Surabaya. As agreed in the agreement, SK will buy a parcel of land owned by TPI, located next to the land owned by SK in Gubeng, Surabaya, at the price of Rp79,150,000,000. Upon the purchasing of TPI's land, SK has the obligation to construct the new Siloam Hospitals Surabaya (new SHS) on its land (existing land and the land purchased from TPI). After the new SHS construction completed, SK will sell the new SHS to TPI with at the price of Rp873.190.000.000. After the new SHS transferred process completed, TPI will sell back the existing SHS to SK at the price of Rp265,450,000,000.
- On October 28, 2015, PT Lippo Cikarang (LC), a subsidiary, and PT Diamond Realty Investment Indonesia (DRII), a subsidiary of Mitsubishi Corporation, entered into joint operation for developing of two towers of luxury residential in Orange Country, Lippo Cikarang, with total investment value of USD100,000,000. The contribution of this joint operation is 51% and 49% for LC and DRII, respectively.

51. Recent Development of Financial Accounting Standards (SAK)

The revised Financial Accounting Standard which are effective starting January 1, 2016 to the Group's consolidated interim financial statements is PSAK No. 110 (Revised 2015) "Sukuk". Early implementation standard is not allowed.

As at the authorisation date of these consolidated interim financial statements, the Management is still evaluating the potential impact of the said PSAK.

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

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52. Responsibility and Issuance for the Consolidated Interim Financial Statements

The management of the Company is responsible for the preparation and presentation of the consolidated interim financial statements. The consolidated interim financial statements were authorized for issuance by Directors on November 24, 2015.