

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES**

**Consolidated Financial Statements
For the Years Ended December 31, 2014 and 2013**



**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES**

Table of Contents	Page
Directors' Statement Letter	
Independent Auditors' Report	
Consolidated Financial Statements For the Years Ended December 31, 2014 and 2013	
Consolidated Statements of Financial Position	1
Consolidated Statements of Comprehensive Income	3
Consolidated Statements of Changes in Equity	4
Consolidated Statements of Cash Flows	5
Notes to the Consolidated Financial Statements	6



**DIRECTORS' STATEMENT
ON
THE RESPONSIBILITY FOR PT LIPPO KARAWACI TBK & SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014**

We the undersigned:

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

State that:

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

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

Lippo Karawaci, 3 March 2015

PT Lippo Karawaci Tbk



Ketut Budi Wijaya
President Director

Ninik Prajitno
Finance Director



RSM AAJ
Audit • Tax • Advisory

Aryanto, Amir Jusuf, Mawar & Saptoto

This report is originally issued in Indonesia language

Number : R/150.AGA-E/dwd.1/2015

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Independent Auditors' Report

The Stockholders, Commissioners and Directors
PT Lippo Karawaci Tbk

We have audited the accompanying consolidated financial statements of PT Lippo Karawaci Tbk and its subsidiaries, which comprise the consolidated statement of financial position as of December 31, 2014 and the consolidated statement of comprehensive income, statement of changes in equity, and statement of cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the consolidated financial statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Indonesian Financial Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statement based on our audit. We conducted our audit in accordance with Standards on Auditing established by the Indonesian Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether these consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

This report is originally issued in Indonesia language

Opinion

In our opinion, the accompanying consolidated financial statements present fairly, in all material respect, the consolidated financial position of PT Lippo Karawaci Tbk and its subsidiaries as of December 31, 2014, and their consolidated financial performance and cash flows for the year then ended, in accordance with Indonesian Financial Accounting Standards.

Aryanto, Amir Jusuf, Mawar & Saptoto



Didik Wahyudiyanto

Public Accountant License Number: AP. 0502

Jakarta, March 3, 2015

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

As of December 31, 2014 and 2013

(Expressed In Full Rupiah, Unless Otherwise Stated)

ASET	Notes	2014 Rp	2013 Rp
Current Assets			
Cash and Cash Equivalents	2.c, 2.d, 2.f, 2.x, 3, 9, 42, 44	3,529,169,475,504	1,855,051,780,961
Trade Accounts Receivable	2.x, 2.y, 4, 44		
Third Parties	2.c, 42	947,553,882,292	769,239,450,809
Related Parties	2.f, 9	3,549,747,604	2,432,208,891
Other Current Financial Assets	2.c, 2.s, 2.x, 2.y, 5, 40.d, 42, 44	8,111,010,264,150	6,778,482,488,250
Inventories	2.g, 2.l, 2.m, 6	16,553,035,543,518	13,894,009,358,067
Prepaid Taxes	2.u, 17.c	621,469,444,851	576,053,458,431
Prepaid Expenses	2.h, 7, 40.b	196,903,364,687	137,858,917,501
Total Current Assets		29,962,691,722,606	24,013,127,662,910
Non-Current Assets			
Due from Related Parties Non-Trade	2.f, 2.x, 9, 44	14,788,363,567	9,737,396,584
Other Non-Current Financial Assets	2.c, 2.x, 8, 42, 44	619,925,241,308	518,798,100,269
Investments in Associates	2.e, 2.f, 9, 10	123,283,762,281	130,431,496,396
Investment Property	2.i, 2.k, 2.m, 11	310,304,754,503	306,361,105,208
Property and Equipment	2.j, 2.m, 2.y, 12	3,208,762,510,252	2,810,892,282,327
Intangible Assets	2.n, 2.o, 2.y, 13, 45	522,577,738,505	331,840,973,411
Deferred Tax Assets	2.u, 2.y, 17.b	52,255,688,231	50,363,528,322
Advances	14	1,711,441,680,688	1,456,429,749,828
Land for Development	2.g, 15	1,136,227,496,536	1,611,411,858,630
Other Non-Current Non-Financial Assets		98,961,735,218	60,968,276,381
Total Non-Current Assets		7,798,528,971,089	7,287,234,767,356
TOTAL ASSETS		37,761,220,693,695	31,300,362,430,266

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

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

LIABILITIES AND EQUITY	Notes	2014 Rp	2013 Rp
LIABILITIES			
Current Liabilities			
Trade Accounts Payable - Third Parties	2.c, 2.x, 18, 42, 44	395,133,955,463	397,748,177,608
Accrued Expenses	2.c, 2.l, 2.t, 2.x, 16, 42, 44	1,125,429,552,800	551,608,473,508
Taxes Payable	2.u, 17.d	647,229,469,182	253,597,145,454
Short-Term Employment Benefits Liabilities	2.f, 2.q, 2.y, 9, 44	18,383,620,765	13,318,752,901
Short-Term Bank Loans	2.x, 19, 44	173,540,195,011	4,927,167,196
Current Portion of Long-Term-Bank Loans	2.x, 21, 44	12,435,856,488	11,792,174,233
Other Current Financial Liabilities	2.x, 20, 42, 44	407,086,748,603	300,183,744,169
Advances from Customers	2.t, 24	2,456,690,149,393	3,076,033,864,066
Deferred Income	2.f, 2.t, 9, 25	362,175,439,809	112,750,964,416
Deferred Gain on Sale and Leaseback Transactions	2.k, 26, 40.b	127,287,435,838	119,603,248,421
Total Current Liabilities		5,725,392,423,352	4,841,563,711,972
Non-Current Liabilities			
Long-Term Bank Loans	2.x, 21, 44	30,525,083,739	42,960,940,232
Due to Related Parties Non-Trade	2.f, 2.x, 9, 44	3,379,278,119	3,828,292,119
Bonds Payable	2.c, 2.p, 2.x, 22, 42, 44	9,780,611,296,551	7,747,839,607,892
Other Non-Current Financial Liabilities	2.x, 44	67,387,383,763	50,996,677,731
Long-Term Employment Benefits Liabilities	2.f, 2.q, 2.y, 9, 23	218,394,264,254	187,635,603,635
Deferred Tax Liabilities	2.u, 2.y, 17.b	28,147,868,966	11,983,104,371
Advances from Customers	2.t, 24	2,695,672,067,330	2,245,662,396,406
Deferred Income	2.f, 2.t, 9, 25	418,009,418,689	715,824,259,042
Deferred Gain on Sale and Leaseback Transactions	2.k, 26, 40.b	1,147,252,565,727	1,274,494,531,641
Total Non-Current Liabilities		14,389,379,227,138	12,281,225,413,069
Total Liabilities		20,114,771,650,490	17,122,789,125,041
EQUITY			
Equity Attributable to Owner of the Parent Company			
Capital Stock			
Par Value - Rp100			
Authorized Capital - 64,000,000,000 shares			
Issued and Fully Paid - 23,077,689,619 shares	27	2,307,768,961,900	2,307,768,961,900
Additional Paid-in Capital - Net	2.r, 2.x, 28	4,063,148,621,880	4,063,148,621,880
Difference in Transactions with Non-Controlling Interest	2.b, 29	529,570,372,012	(185,773,768,543)
Other Component Equity	2.x, 30	1,105,101,368,218	1,105,101,368,218
Treasury Stock	2.x, 27	(216,524,113,794)	(216,524,113,794)
Retained Earnings		6,975,737,954,433	4,748,452,643,994
Other Comprehensive Income	32	840,369,302,174	978,701,350,944
Total Equity Attributable to Owner of the Parent		15,605,172,466,823	12,800,875,064,599
Non-Controlling Interests	2.n, 33	2,041,276,576,382	1,376,698,240,626
Total Equity		17,646,449,043,205	14,177,573,305,225
TOTAL LIABILITIES AND EQUITY		37,761,220,693,695	31,300,362,430,266

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

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**
For the Years Ended December 31, 2014 and 2013
(Expressed In Full Rupiah, Unless Otherwise Stated)

	Notes	2014 Rp	2013 Rp
REVENUES	2.f, 2.t, 2.y, 9, 34	11,655,041,747,007	6,666,214,436,739
COST OF SALES	2.t, 35	<u>(6,257,664,110,188)</u>	<u>(3,619,571,510,440)</u>
GROSS PROFIT		5,397,377,636,819	3,046,642,926,299
Operating Expenses	2.t, 36	(2,120,565,543,596)	(1,534,231,202,817)
Other Income	2.t, 38	595,445,979,296	585,090,607,595
Other Expenses	2.t, 38	<u>(63,467,956,030)</u>	<u>(154,481,982,099)</u>
PROFIT FROM OPERATIONS		3,808,790,116,489	1,943,020,348,978
Financial Charges - Net	37	(122,050,717,802)	(26,711,729,704)
Share in the Profit of Associates	2.e, 2.f, 10	<u>8,239,143,222</u>	<u>8,521,607,706</u>
PROFIT BEFORE TAX		3,694,978,541,909	1,924,830,226,980
Tax Expenses	2.t, 2.u, 17.a	<u>(559,762,631,282)</u>	<u>(332,339,012,284)</u>
PROFIT FOR THE YEAR		<u>3,135,215,910,627</u>	<u>1,592,491,214,696</u>
OTHER COMPREHENSIVE INCOME			
Gain from Translation of Financial Statements	2.c, 32	117,468,872,709	551,913,534,644
Loss on Changes in Fair Value of Available-for-Sale Financial Assets	2.c, 2.x, 5, 32	<u>(255,800,921,479)</u>	<u>(468,256,797,333)</u>
TOTAL OTHER COMPREHENSIVE INCOME FOR THE YEAR		<u>(138,332,048,770)</u>	<u>83,656,737,311</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>2,996,883,861,857</u>	<u>1,676,147,952,007</u>
Profit for the Year Attributable to:			
Owner of the Parent		2,547,285,310,439	1,228,230,222,876
Non-Controlling Interests	2.b	<u>587,930,600,188</u>	<u>364,260,991,820</u>
		<u>3,135,215,910,627</u>	<u>1,592,491,214,696</u>
Total Comprehensive Income for the Year Attributable to:			
Owner of the Parent		2,408,953,261,669	1,311,886,960,187
Non-Controlling Interests	2.b	<u>587,930,600,188</u>	<u>364,260,991,820</u>
		<u>2,996,883,861,857</u>	<u>1,676,147,952,007</u>
EARNINGS PER SHARE			
Basic, Profit for the Year Attributable to Ordinary Shareholders of the Parent	2.v, 39	111.86	53.94

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

These consolidated financial statements are originally issued in Indonesian language

**PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

For the Years Ended December 31, 2014 and 2013

(Expressed In Full Rupiah, Unless Otherwise Stated)

Total Equity Attributable to Owner of Parent																	
Notes	Additional Paid-in Capital - Net						Retained Earnings			Other Comprehensive Income			Other Component Equity Rp	Total Rp	Non-Controlling Interest Rp	Total Rp	
	Issued and Fully Paid Capital 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 Rp	Total Rp					
			Net Rp	Total Rp													
BALANCE AS OF DECEMBER 31, 2012	2,307,768,961,900	4,043,613,274,615	19,535,347,265	4,063,148,621,880	(242,888,251,427)	(216,524,113,794)	6,000,000,000	3,784,222,421,118	3,790,222,421,118	60,134,221,651	894,254,875,437	954,389,097,088	--	10,656,116,736,765	813,989,653,710	11,470,106,390,475	
Equity Changes in 2013																	
Dividend and Reserved Fund	31	--	--	--	--	--	1,000,000,000	(271,000,000,000)	(270,000,000,000)	--	--	--	--	(270,000,000,000)	--	(270,000,000,000)	
Disposal of Shares in Subsidiary	29	--	--	--	51,469,368,683	--	--	--	--	--	--	--	--	51,469,368,683	--	51,469,368,683	
Dividend Distribution In Subsidiary		--	--	--	--	--	--	--	--	--	--	--	--	--	--	(42,222,932,031)	
Acquisition of Shares in Subsidiary	29	--	--	--	5,645,114,201	--	--	--	--	--	--	--	--	5,645,114,201	(8,165,114,201)	(2,520,000,000)	
Difference in Foreign Currency from Transactions of Non-controlling Interest	32	--	--	--	--	--	--	--	--	(59,344,483,455)	--	(59,344,483,455)	--	(59,344,483,455)	--	(59,344,483,455)	
Additional Paid-in Capital from Subsidiary Through Initial Public Offering	30	--	--	--	--	--	--	--	--	--	--	--	1,105,101,368,218	1,105,101,368,218	221,631,120,271	1,326,732,488,489	
Acquisition of Subsidiary		--	--	--	--	--	--	--	--	--	--	--	--	--	27,204,521,057	27,204,521,057	
Total Comprehensive Income for the Year		--	--	--	--	--	1,228,230,222,876	1,228,230,222,876	551,913,534,644	(468,256,797,333)	83,656,737,311	--	1,311,886,960,187	364,260,991,820	1,676,147,952,007		
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
Dividend and Reserved Fund	31	--	--	--	--	--	1,000,000,000	(321,000,000,000)	(320,000,000,000)	--	--	--	--	(320,000,000,000)	--	(320,000,000,000)	
Disposal of Shares in Subsidiary	29	--	--	--	741,092,494,948	--	--	--	--	--	--	--	--	741,092,494,948	116,907,505,052	858,000,000,000	
Dividend Distribution In Subsidiary		--	--	--	--	--	--	--	--	--	--	--	--	--	(29,228,373,877)	(29,228,373,877)	
Acquisition of Shares in Subsidiary	29	--	--	--	(25,748,354,393)	--	--	--	--	--	--	--	--	(25,748,354,393)	(19,281,645,607)	(45,030,000,000)	
Non-controlling Interest		--	--	--	--	--	--	--	--	--	--	--	--	--	8,250,250,000	8,250,250,000	
Total Comprehensive Income for the Year		--	--	--	--	--	2,547,285,310,439	2,547,285,310,439	117,468,872,709	(255,800,921,479)	(138,332,048,770)	--	2,408,953,261,669	587,930,600,188	2,996,883,861,857		
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	6,967,737,954,433	6,975,737,954,433	670,172,145,549	170,197,156,625	840,369,302,174	1,105,101,368,218	15,605,172,466,823	2,041,276,576,382	17,646,449,043,205

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

PT LIPPO KARAWACI Tbk
AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the Years Ended December 31, 2014 and 2013
(Expressed In Full Rupiah, Unless Otherwise Stated)

	Notes	2014 Rp	2013 Rp
CASH FLOWS FROM OPERATING ACTIVITIES			
Collections from Customers		10,860,045,389,639	7,810,716,658,086
Payments to Suppliers		(7,656,034,420,150)	(8,002,801,477,895)
Payments to Employees		(1,288,080,174,631)	(926,561,441,291)
Interest Received		64,860,824,565	93,717,333,882
Tax Payments		(450,403,061,640)	(493,771,036,685)
Interest Payments		(798,918,462,470)	(560,124,264,854)
Net Cash Provided by (Used in) Operating Activities		<u>731,470,095,313</u>	<u>(2,078,824,228,757)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Property and Equipment			
Disposal		665,198,588	814,869,309,976
Acquisition		(625,009,364,434)	(1,288,374,464,375)
Receipt of Hotel and Hospital Performance Guarantee		156,000,000,000	102,000,000,000
Acquisition of Investment Property		(21,460,468,648)	(22,911,940,070)
Receipt of Dividend		247,350,342,124	312,795,102,215
Purchases of Minority Interest in Subsidiary	1.c	(45,030,000,000)	(2,520,000,000)
Acquisition of Subsidiaries, Net of Cash Transferred	1.c	--	321,102,682,275
Placement of Restricted Funds		(101,127,141,039)	(116,166,840,489)
Acquisition of Subsidiaries, Net of Cash Acquired	1.c, 45	(206,525,706,710)	(160,815,519,862)
Disposal of Share in Subsidiary	1.c	858,000,000,000	53,100,000,000
Disposal of Investments in Association	10	15,295,000,000	--
Placement of Investments and Advances		(626,756,261,175)	(593,399,462,251)
Net Cash Used in Investing Activities		<u>(348,598,401,294)</u>	<u>(580,321,132,581)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from Bond Issuance	22		
Received		1,716,600,000,000	1,347,241,187,500
Repayment		--	(1,211,305,833,210)
Issuance Cost		(127,071,741,361)	(23,419,111,967)
Proceeds from Capital Raising through Initial Public Offering of Subsidiary			
Received		--	1,404,900,000,000
Stock Issuance Cost		(1,899,274,884)	(78,466,324,884)
Proceeds from Short-Term Bank Loan			
Received		570,000,000,000	--
Payment		(401,386,972,185)	--
Receipts from (Payment to) Related Parties - net		(5,499,980,983)	2,362,551,181
Dividend Distribution to:			
Owners of the Parent Company	31	(320,000,000,000)	(270,000,000,000)
Non-Controlling Interest		(29,228,373,877)	(18,205,678,140)
Long-Term Bank Loans			
Receipts		--	73,583,300
Payments		(81,381,882,713)	(11,218,103,421)
Net Cash Provided by Financing Activities		<u>1,320,131,773,997</u>	<u>1,141,962,270,359</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		<u>1,703,003,468,016</u>	<u>(1,517,183,090,979)</u>
Effect of Foreign Exchange on Cash and Cash Equivalents at the End of the Year		(28,885,773,473)	34,877,464,021
BEGINNING BALANCE OF CASH AND CASH EQUIVALENTS		<u>1,855,051,780,961</u>	<u>3,337,357,407,919</u>
ENDING BALANCE OF CASH AND CASH EQUIVALENTS		<u><u>3,529,169,475,504</u></u>	<u><u>1,855,051,780,961</u></u>

Additional information that does not affect the activity of cash flows are presented in Note 46.

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Years Ended December 31, 2014 and 2013
(Expressed In Full Rupiah, Unless Otherwise Stated)

1. General

1.a. The Company's Establishment

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

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

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

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

1.b. The Company's Initial Public Offering

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

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

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

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

For the Years Ended December 31, 2014 and 2013
(Expressed In Full Rupiah, Unless Otherwise Stated)

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

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

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

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

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

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

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

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
 For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

1.c. The Company's Structure

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

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						2014 Rp	2013 Rp
Theta Capital Pte Ltd**** and Subsidiary	Singapore	investment	100.00%	--	--	10,233,632,441,423	8,100,341,636,642
Theta Kemang Pte Ltd***	Singapore	Trading	--	100.00%	--	10,183,435,340,378	8,099,977,832,535
Sigma Capital Pte Ltd*** and Subsidiary	Singapore	investment	100.00%	--	--	5,061,361,538	5,756,864,822
Sigma Trillium Pte Ltd ***	Singapore	Trading	--	100.00%	--	4,646,411,779	4,871,621,023
Lippo Karawaci Corporation Pte Ltd**** and Subsidiaries	Singapore	investment, Trading and Services	100.00%	--	--	455,785,406,201	327,604,173,495
LK Reit Management Pte Ltd**** and Subsidiary	Singapore	investment, Trading and Services	--	100.00%	--	455,785,415,623	327,604,183,123
Bowsprit Capital Corporation Ltd****	Singapore	investment, Trading and Services	--	100.00%	2006	455,785,406,201	327,604,173,495
Jesselton Investment Limited*** and Subsidiaries	Malaysia	investment, Trading and Services	100.00%	--	--	478,464,512,018	473,463,467,740
Peninsula Investment Limited*** and Subsidiary	Malaysia	investment, Trading and Services	--	100.00%	--	478,464,524,458	473,463,479,929
LMIRT Management Ltd ****	Singapore	investment, Trading and Services	--	100.00%	2007	478,464,512,018	473,463,467,740
PT Primakreasi Propertindo and Subsidiaries (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Real Estate	100.00%	--	--	7,937,655,412,752	5,033,684,100,079
PT Mujur Sakti Graha and Subsidiaries	Tangerang	Real Estate	--	100.00%	--	25,546,934,531	22,342,846,137
PT Surplus Multi Makmur and Subsidiary	Jakarta	Real Estate	--	90.00%	--	44,590,731,858	19,104,249,992
PT Arta Sarana	Bandung	investment, Trading and Services	--	81.00%	--	44,594,110,337	44,236,407,943
PT Puri Paragon	Tangerang	Development, Trading and Services	--	100.00%	--	580,592,942	583,842,942
PT Menara Tirta Indah	Tangerang	Development, Trading and Services	--	100.00%	--	564,260,253,179	459,602,540,578
PT Gempita Sinar Abadi	Jakarta	Development, Trading and Services	--	100.00%	--	20,153,684,173	20,172,372,441
PT Tata Bangun Nusantara	Tangerang	Development, Trading and Services	--	100.00%	--	6,484,801,290	8,412,773,847
PT Lintas Lautan Cemerlang	Tangerang	Development, Trading and Services	--	100.00%	--	10,494,851,647	12,215,080,640
PT Nilam Biru Bersinar (3.81% ownership in PT Siloam International Hospitals Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	114,452,874,393	114,945,635,777
PT Safira Prima Utama (8.65% ownership in PT Siloam International Hospitals Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	125,747,926,689	125,740,248,877
PT Kalimaya Pundi Bumi (1.55% ownership in PT Siloam International Hospitals Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	877,028,352,524	125,764,474,163
PT Gloria Mulia (4.32% ownership in PT Siloam International Hospitals Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	62,859,299,858	116,253,296,282
PT Graha Solusi Mandiri and Subsidiary	Jakarta	Services	--	100.00%	--	116,209,887,731	116,253,296,282
PT Wijaya Wiessa Propertindo	Jakarta	Development and Services	--	80.00%	--	126,269,155	126,269,155
PT Kharisma Ekacipta Persada	Tangerang	Development, Trading and Services	--	100.00%	--	837,936,902	869,375,000
PT Cipta Mahakarya Gemilang	Tangerang	Development, Trading and Services	--	100.00%	--	80,585,959,945	584,400,000
PT Mandiri Cipta Gemilang and Subsidiaries	Jakarta	Real Estate	--	100.00%	2003	4,613,658,074,695	3,363,549,073,489
PT Tiltan Semesta Raya	Jakarta	Development, Trading and Services	--	100.00%	--	98,312,623,408	17,337,397,886
PT Adijaya Pratama Mandiri	Jakarta	Development, Trading and Services	--	100.00%	--	120,443,039,582	1,000,000,000
PT Esatama Lestari Jaya	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	2,473,364,010	2,498,880,492
PT Bahtera Perkasa Makmur	Manado	Development, Trading, Printing and Services	--	100.00%	--	244,372,362,940	143,584,829,329
PT Gading Makmur Jaya	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	29,987,464,604	30,017,757,025

These consolidated financial statements are originally issued in Indonesian language

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						2014 Rp	2013 Rp
PT Bimasakti Jaya Abadi and Subsidiaries	Jakarta	Development, Trading, Printing and Services	--	100.00%	2011	684,601,729,872	570,249,935,364
PT Kuta Beach Paragon and Subsidiaries	Tangerang	Development, Trading and Services	--	100.00%	--	468,915,359,383	410,493,719,197
PT Graha Buana Utama and Subsidiaries	Tangerang	Development, Trading and Services	--	100.00%	--	449,860,654,085	371,219,215,792
PT Berkat Langgeng Jaya and Subsidiaries	Tangerang	Development, Trading and Services	--	100.00%	--	450,427,476,085	371,186,037,792
PT Pamor Paramita Utama	Badung	Development, Trading and Services	--	87.50%	2013	439,900,736,204	360,853,919,066
PT Surya Megah Lestari	Jakarta	Development, Trading, Printing, Land Transport, Industry, Agriculture and Services	--	100.00%	--	3,999,011,976	3,997,387,808
PT Gunung Halimun Elok	Tangerang	Development, Trading and Services	--	100.00%	--	324,147,004,722	110,465,283,369
PT Danisa Indah Cipta and Subsidiary	Tangerang	Trading Industry, Printing and Services	--	100.00%	--	544,184,929	557,734,957
PT Fajarindo Sinar Sakti	Tangerang	Trading Industry, Printing and Services	--	100.00%	--	101,389,170	119,683,093
PT Jaya Makmur Bersama	Badung	Development, Trading and Services	--	100.00%	--	3,743,180,248	4,109,795,193
PT Gumarang Karya Sejati	Manado	Development, Trading, Printing and Services	--	100.00%	--	1,996,146,526	1,997,855,429
PT Grand Villa Persada (0.5% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Real Estate	--	100.00%	--	41,753,819,692	40,827,168,188
PT Mega Proyek Pertiwi	Tangerang	Real Estate	--	100.00%	--	15,567,249,436	15,567,878,859
PT Sinar Surya Timur	Tangerang	Development, Trading and Services	--	100.00%	--	29,602,681,982	2,000,001,000
PT Gempita Cipta Bersama	Semarang	Development, Trading and Services	--	100.00%	--	1,780,260,937	812,669,333
PT Suryamas Khatulistiwa	Tangerang	Development, Trading and Services	--	100.00%	--	587,618,750	588,268,750
PT Lautan Sinar Abadi and Subsidiaries	Tangerang	Development, Trading and Services	--	100.00%	--	361,097,840	279,137,840
PT Usahatama Kreatif and Subsidiaries	Tangerang	Development, Trading and Services	--	86.50%	--	458,647,840	393,937,840
PT Kreasi Tunas Bangsa and Subsidiary	Tangerang	Development, Trading and Services	--	87.51%	--	894,398,840	393,937,840
PT Grahutama Asri Makmur	Tangerang	Development, Trading and Services	--	87.51%	--	915,147,840	848,937,840
PT Karimata Putra Alam	Tangerang	Development, Trading and Services	--	100.00%	--	584,750,000	586,500,000
PT Timor Eka Selaras	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	5,118,094,087	5,130,932,671
PT Sultana Semesta Prima	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	36,716,926,574	20,076,023,874
PT Wijayakusuma Sukses Maju	Padang	Development, Trading, Printing and Services	--	100.00%	--	11,182,399,840	11,209,988,075
PT Andalan Utama Maju	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	2,326,167,400	100,000,000
PT Bumi Arum Sejahtera	Medan	Development, Trading, Printing and Services	--	100.00%	--	47,017,100,849	34,958,606,230
PT Mentari Panen Raya	Jakarta	Development, Trading, Printing and Services	--	100.00%	--	63,005,000	74,505,000

These consolidated financial statements are originally issued in Indonesian language

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						2014 Rp	2013 Rp
PT Satyagraha Dinamika Unggul	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	794,563,922,776	437,334,970,821
PT Jayadipta Utama Makmur	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	2,326,167,400	74,505,000
PT Bumi Sinandg Jaya	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	154,463,197	74,505,000
PT Cahaya Teratai Sakti ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	581,980,381	600,000,000
PT Damarindo Perkasa ¹⁾	Jambi	Development, Trading, Printing and Services	--	100.00%	--	42,633,127,624	2,124,520,443
PT Cipta Dunia Abadi ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	589,329,126	586,779,840
PT Puri Istana Megah ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	585,000,000
PT Sekawan Dunia Dinamika ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	585,000,000
PT Citra Dwi Anugrah ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	530,373,719	585,000,000
PT Pelangi Mutiara Timur ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	514,070,812	572,533,202
PT Sari Karya Muda ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	493,549,517	585,000,000
PT Sinar Biru Artha ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	585,000,000
PT Tunggal Mekar Abadi ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	585,000,000
PT Bowspirit Asset Management (formerly PT Graha anda Dinamika)	Jakarta	Perusahaan Efek	--	100.00%	--	24,696,754,836	25,064,315,139
PT Mega Pratama Serasi	Depok	Development, Trading, Printing and Services	--	100.00%	--	927,629,672	32,100,000
PT Mulia Aditama Setia	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	31,350,000	32,100,000
PT Pradamas Graha Indah	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	71,102,500	74,550,000
PT Mentari Adi Perkasa	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	998,655,000	1,000,000,000
PT Berkari Jaya Abadi	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	73,505,000	74,505,000
PT Lumbang Mas Trijaya and Subsidiaries ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	805,675,772,633	455,317,710,250
PT Karyatama Buana Cemerlang and Subsidiary	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	745,594,458,836	395,286,397,453
PT Mapalus Mancacakti	Tangerang	Development, Trading, Printing and Services	--	70.00%	--	685,308,685,960	334,999,846,577
PT Dwi Prabu Sakti ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	100,000,000	100,000,000

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						2014 Rp	2013 Rp
PT Sumber Pundi Sejahtera ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	600,000,000
PT Prabu Cipta Prima ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	600,000,000
PT Multi Panen Utama	Kupang	Development, Trading, Printing and Services	--	100.00%	--	5,981,509,435	98,350,000
PT Pancuran Intan Makmur ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	50,502,630,728	600,000,000
PT Solusi Dunia Baru ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	72,186,726,571	100,000,000
PT Suar Lintas Samudra ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	600,000,000
PT Berkat Samiguna Sukses ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	600,000,000
PT Global Lintas Multitama ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	600,000,000
PT Sarana Ciptakarya Utama ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	584,000,000	600,000,000
PT Mitra Samiguna Makmur ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	578,025,000	600,000,000
PT Cipta Mutiara Sukses ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	149,979,000,000	150,000,000,000
PT Suar Mutiara Semesta ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	600,000,000
PT Manyala Harapan ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	80,081,744,189	600,000,000
PT Suar Lintas Benua and Subsidiary ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	1,185,000,000	600,000,000
PT BST Kupang Sejahtera ²⁾	Jakarta	Development, Trading, Printing and Services	--	50.10%	--	600,000,000	--
PT Mulia Cipta Wibawa ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	585,000,000	600,000,000
PT Andromeda Sakti	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Persada Mandiri Jaya ²⁾	Jakarta	Transportation Agriculture Workshops and Services	--	55.00%	--	600,000,000	--
PT Bandha Mulia Abadi ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	11,154,900,000	600,000,000
PT Dutamas Cakra Tunggal ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Indocitra Mulia Pratama ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Praja Adikara Utama ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						2014 Rp	2013 Rp
PT Pusaka Sumber Artha ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Prima Sentosa Jaya Abadi ²⁾	Jakarta	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Indahjaya Sukses Abadi ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Mandara Nusa Loka ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Garda Utama Manado ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Cipta Bakti Utama ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Binaman Cipta Mandiri ²⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	600,000,000	--
PT Sentra Dwimandiri and Subsidiaries (1.63% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Real Estate	100.00%	--	--	5,554,696,500,604	5,207,529,100,191
PT Prudential Development	Jakarta	Real Estate	--	100.00%	--	6,264,108,920	566,439,123
PT Sentra Realindo Development and Subsidiaries (4.62% ownership in PT Lippo Cikarang Tbk)	Jakarta	Home Improvement	--	100.00%	2001	125,456,126,578	142,641,942,235
PT Darna Sarana Nusa Pratama and Subsidiary	Tangerang	Real Estate	--	52.70%	1997	78,871,020,367	129,919,768,580
PT Tata Mandiri Daerah Villa Permata	Tangerang	Town Management	--	42.16%	2001	5,133,315,616	4,590,887,227
PT Golden Pradamas and Subsidiaries	Tangerang	Real Estate	--	100.00%	--	618,852,901,965	651,508,440,961
PT Mulia Bangun Semesta and Subsidiaries	Tangerang	Real Estate	--	100.00%	2002	628,417,382,080	605,210,333,673
PT Villa Permata Cibodas and Subsidiaries	Tangerang	Real Estate	--	100.00%	1995	193,744,121,719	171,971,702,499
PT Puncak Resort International and Subsidiaries	Cianjur	Real Estate	--	100.00%	1994	75,594,996,697	77,085,241,483
PT Sentosa Seksama	Cianjur	Real Estate	--	100.00%	1994	22,671,635,374	23,233,857,605
PT Purimegah Swarga Buana	Cianjur	Real Estate	--	100.00%	1994	8,803,481,567	8,778,198,567
PT Adigraha Rancang Sempurna	Cianjur	Real Estate	--	100.00%	1994	7,182,386,068	7,502,108,827
PT Pesanggrahan Suripermata Agung	Cianjur	Real Estate	--	100.00%	1994	1,825,161,812	1,974,379,891
PT Dona Indo Prima	Tangerang	Real Estate	--	100.00%	--	50,000,000	50,000,000
PT Sukmaprima Sejahtera	Tangerang	Real Estate	--	100.00%	--	50,000,000	50,000,000
PT Villapermata Gemilang Abadi ²⁾	Jakarta	Trading, Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Bumi Sawama Indah ²⁾	Jakarta	Trading, Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Mulia Sentosa Dinamika (4.48% ownership in PT Lippo Cikarang Tbk)	Tangerang	Real Estate	--	100.00%	1997	370,159,105,566	392,329,353,368
PT Sentra Asritama Realty Development and Subsidiaries	Tangerang	Instalasi Pengolahan Air	--	100.00%	1994	205,842,879,018	138,817,114,471
PT Tata Mandiri Daerah Lippo Karawaci and Subsidiary	Tangerang	Town Management	--	100.00%	1999	188,838,584,634	184,327,826,427
PT Surya Makmur Alam Persada	Jakarta	Real Estate	--	100.00%	--	20,332,287,869	20,296,132,390
PT Karya Bersama Jaya	Jakarta	Instalasi Pengolahan Air	--	100.00%	2010	30,798,919,227	22,355,375,100
PT Sentragraha Mandiri	Jakarta	Real Estate	--	100.00%	--	33,367,856,443	33,383,974,697
PT Saptapersada Jagat Nusa	Tangerang	Bowling	--	100.00%	1998	8,288,307,254	8,784,570,253
PT Sejahterajaya Selaras	Jakarta	Real Estate	--	100.00%	--	13,125,265,493	13,135,186,134
PT Bahtera Pratama Wirasakti	Jakarta	Real Estate	--	100.00%	--	16,705,594,306	16,320,965,360
PT Sentra Office Realty	Tangerang	Bangunan	--	100.00%	1998	722,781,760	714,765,952
PT Dinamika Intertrans	Jakarta	Transportation	--	100.00%	1994	964,049,979	739,293,346
PT Imperial Karawaci Golf	Tangerang	Golf	--	100.00%	--	468,506,000	472,167,000
PT Agung Sepaand	Tangerang	Real Estate	--	100.00%	--	2,554,714,463	2,584,158,954
PT Prudential Townhouse Development	Tangerang	Real Estate	--	100.00%	--	161,033,503	178,113,372
PT Wahana Tatabangun Cemerlang Matahari	Tangerang	Real Estate	--	100.00%	--	7,295,708	11,842,708
PT Wahana Tatabangun Cemerlang	Tangerang	Real Estate	--	100.00%	--	6,914,966	11,661,966
PT Manunggal Bumi Sejahtera and Subsidiary ¹⁾	Tangerang	Development, Trading, Printing and Services	--	100.00%	--	280,259,865,094	600,000,000
PT Asiatic Sejahterah Finance	Tangerang	Development, Trading, Printing and Services	--	100.00%	2009	15,572,832,958	--
PT Paragon City	Paandg	Real Estate and Trading	--	100.00%	--	15,693,826,615	15,711,019,723
PT Paandg Indah City	Tangerang	Trading Development and Services	--	100.00%	--	16,730,973,693	17,343,497,562
Bridgewater International Ltd***	Seychelles	investment and Trading	--	100.00%	2006	4,404,916,671,928	4,152,292,715,296
Pan Asian Investment Ltd*** and Subsidiary	Vanuatu	Trading	--	100.00%	--	6,790,208,086	6,790,208,086
Crownwell Investment Ltd***	Vanuatu	Trading	--	100.00%	--	16,930	16,930

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						2014 Rp	2013 Rp
PT Lippo Karawaci Infrastructure & Utilities Division	Tangerang	Construction and Services	--	100.00%	--	222,777,677	227,469,000
PT TMD Manado Manajemen ?)	Tangerang	Management Consulting	--	100.00%	--	10,000,000,000	--
Brightlink Capital Limited***	Malaysia	Investment, Trading and Services	--	100.00%	--	92,147,606,642	90,457,722,026
Evodia Strategic Investment Limited***	Malaysia	Investment, Trading and Services	--	100.00%	--	471,099,995,497	481,399,995,398
PT St Moritz Management	Jakarta	Development, Trading and Services	--	100.00%	2014	8,882,409,080	3,651,764,705
PT Kemang Village Management	Jakarta	Hotel	--	100.00%	2014	19,759,833,203	3,651,764,705
PT TMD Depok Manajemen ?)	Jakarta	Services	--	100.00%	--	10,000,000,000	10,000,000,000
PT Dinamika Megah Cemerlang ?)	Tangerang	Trading	--	100.00%	--	600,000,000	--
PT Sentrasemesta Indah Cemerlang ?)	Tangerang	Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Wisma Jatim Propertindo and Subsidiaries (1.23% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Services	100.00%	--	--	5,523,249,922,896	4,957,581,216,900
PT Maharama Sakti (0.05% ownership in PT Gowa Makassar Tourism Development Tbk and 0.05% ownership in PT Siloam International Hospitals Tbk)	Jakarta	Trading	--	100.00%	--	274,316,000	274,316,000
PT Kemang Paragon Mall and Subsidiaries (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Development, Trading and Services	--	100.00%	--	5,695,597,309,696	2,104,029,712,761
PT Wahana Usaha Makmur and Subsidiaries	Jakarta	Real Estate	--	92.00%	--	5,695,540,104,557	2,150,098,431,752
PT Almaron Perkasa and Subsidiaries	Jakarta	Real Estate	--	92.00%	2005	5,681,674,371,674	2,520,357,222,225
PT Multiguna Selaras Maju	Tangerang	Development, Trading and Services	--	92.00%	--	1,628,887,735	4,036,434,386
PT Gelora Raya Semesta	Tangerang	Trading and Development	--	92.00%	2013	276,004,785,749	185,193,775,419
PT Prima Aman Sarana	Jakarta	Services	--	92.00%	--	116,643,334,519	146,940,702,091
PT Kemang Multi Sarana	Jakarta	Real Estate and Urban	--	92.00%	--	37,200,819,290	90,872,368,437
PT Harapan Insan Mandiri	Jakarta	Development, Trading and Services	--	92.00%	--	600,000,000	600,000,000
PT Violet Pelangi Indah	Tangerang	Development, Trading and Services	--	92.00%	--	600,000,000	600,000,000
PT Lipposindo Abadi and Subsidiaries	Jakarta	Trading	--	100.00%	--	238,276,260,624	241,353,388,378
PT Kemuning Satiatama and Subsidiaries (42.20% ownership in PT Lippo Cikarang Tbk)	Jakarta	Trading	--	100.00%	--	233,361,108,783	236,437,068,768
PT Megachandra Karyaestari	Jakarta	Trading	--	100.00%	1992*	284,019,258	284,463,862
PT Prudential Apartment Development	Jakarta	Services	--	100.00%	1993*	573,438,194	575,770,194
PT Sentraharisma Indah and Subsidiaries	Jakarta	Services	--	80.00%	--	2,173,711,120	2,178,993,119
PT Carakatama Dirgantara and Subsidiary	Jakarta	Trading	--	100.00%	--	69,834,348,222	70,733,736,426
PT Prudential Hotel Development	Tangerang	Trading and Services	--	100.00%	1994*	69,812,701,335	70,717,301,532
PT Ariasindo Sejati and Subsidiaries	Jakarta	Trading and Services	--	95.00%	--	191,748,810,171	201,966,025,990
PT Unitech Prima Indah and Subsidiary	Tangerang	Real Estate	--	94.69%	2004	192,761,131,922	192,496,613,706
PT Karya Cipta Pesona	Medan	Accommodation service provider	--	94.69%	2014	74,896,938,111	86,042,143,051
PT Metropolitan Leisure Corporation and Subsidiary	Jakarta	Trading and Services	--	100.00%	--	41,557,718,775	39,880,425,766
PT Kurniasindo Sejahtera	Jakarta	Trading and Services	--	100.00%	--	137,598,822	137,400,565
PT Graha Tata Cemerlang Makasar (0.34% ownership in PT Lippo Cikarang Tbk)	Makassar	Real Estate	--	100.00%	2002	38,655,688,284	37,654,229,179
PT Guna Tata Carakatama	Makassar	Trading and Services	--	100.00%	2002	201,928,602	201,992,136
PT Lippo Land Cahaya Indonesia	Tangerang	Services	--	100.00%	2003	2,561,472,245	2,469,715,518
PT Karunia Persada Raya and Subsidiaries	Tangerang	Trading	--	100.00%	--	77,299,339,376	2,463,939,742
PT Pendopo Niaga	Malang	Real Estate	--	100.00%	2004	77,299,339,376	43,278,529,038
PT Larasati Anugerah	Jakarta	Trading	--	100.00%	--	20,762,420	21,880,420
PT Bathara Brahma Sakti (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Trading and Services	--	100.00%	1992*	4,795,177,427	4,799,886,917
PT Realty Limaribu	Jakarta	Services	--	100.00%	1998*	349,690,497	356,013,588
PT Dwisindo Jaya (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	114,474,044	115,402,350
PT Karunia Alam Damai and Subsidiaries	Jakarta	Trading	--	100.00%	--	196,663,052,126	186,725,120,251
PT Jagatpatala Nusantara	Depok	Real Estate	--	100.00%	2004	196,663,052,126	187,037,114,716
PT Muliamukti Persada Perkasa	Jakarta	Trading	--	100.00%	--	1,321,000	2,353,000
PT Kemang Village and Subsidiaries	Jakarta	Trading	--	100.00%	--	279,875,638,597	265,201,711,328
PT Menara Bhumimegah and Subsidiaries	Jakarta	Services	--	100.00%	2005	189,377,390,443	145,669,814,979
PT Jaya Usaha Prima and Subsidiary	Jakarta	Real Estate	--	80.00%	--	104,335,643,396	84,996,480,991
PT Persada Mandiri Abadi	Jakarta	Real Estate	--	99.90%	2005	104,333,671,396	84,993,509,841
PT Adhi Utama Dinamika	Jakarta	Real Estate	--	100.00%	--	91,009,848,574	84,381,070,289

These consolidated financial statements are originally issued in Indonesian language

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						2014 Rp	2013 Rp
PT Menara Perkasa Megah and Subsidiaries	Surabaya	Real Estate and Urban Development	--	100.00%	2005	496,292,902,223	488,651,041,637
PT Pelangi Cahaya Intan Makmur and Subsidiaries	Surabaya	Trading	--	87.50%	--	405,866,682,928	398,825,863,392
PT Surya Mitra Jaya and Subsidiary	Sidoarjo	Trading and Services	--	87.50%	2005	405,902,441,099	398,869,116,943
PT Citra Harapan Baru	Surabaya	Accommodation	--	87.50%	--	2,000,000,000	2,000,000,000
PT Niaga Utama	Jakarta	Trading	--	100.00%	--	100,750,000	102,974,418
PT Mitra Kasih Karunia	Jakarta	Real Estate	--	100.00%	--	1,887,217,700	1,887,217,700
PT Kreasi Megatama Gemilang and Subsidiaries (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Development, Industri, Agrobisnis, Transportation, Trading and Services	--	100.00%	--	779,553,625,206	617,888,194,976
PT Lippo Malls Indonesia and Subsidiaries	Tangerang	Services	--	100.00%	2002	779,806,682,710	617,917,482,776
PT Kreasi Gemilang Perkasa	Tangerang	Development, Trading and Services	--	100.00%	2013	4,186,335,003	4,353,054,147
PT Kilau Intan Murni	Tangerang	Development, Trading and Services	--	100.00%	--	79,453,666,600	79,777,239,000
PT Mulia Citra Abadi	Yogyakarta	Development, Trading, Printing, Land Transport, Industry, Agriculture and Services	--	100.00%	2012	345,113,361,598	206,257,959,135
PT Nusa Bahana Semesta *)	Tangerang	Development, Trading and Services	--	100.00%	--	600,000,000	--
PT Sky Parking Indonesia *)	Tangerang	Development, Trading and Services	--	100.00%	--	21,000,000,000	--
PT Anwana Kreasi Gemilang	Tangerang	Development, Trading and Services	--	100.00%	--	600,000,000	600,000,000
PT Gayana Sumber Cipta and Subsidiary	Tangerang	Development, Trading and Services	--	100.00%	--	737,150,000	750,000,000
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%	--	4,501,044,310	600,000,000
PT Putera Abadi Karya	Bogor	Development, Trading and Services	--	100.00%	--	578,150,000	600,000,000
PT Buana Mediatama	Tangerang	Development, Trading and Services	--	100.00%	--	586,400,000	600,000,000
PT Nusaindah Bukit Permai	Tangerang	Development, Trading and Services	--	100.00%	--	5,046,378,129	600,000,000
PT Lembayung Karya Nirwana	Jakarta	Development, Trading and Services	--	100.00%	--	577,150,000	600,000,000
PT Inspira Ide Cemerlang	Tangerang	Development, Trading and Services	--	100.00%	--	587,150,000	600,000,000
PT Irama Karya Megah	Surabaya	Development, Trading and Services	--	100.00%	--	251,058,661,491	250,595,377,563
PT Saputra Karya (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Surabaya	Real Estate and Urban Development	--	100.00%	--	102,500,564,787	77,237,650,725
PT Grand Provita and Subsidiary (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Tangerang	Real Estate	--	100.00%	--	473,106,900	473,756,900
PT Grand Prima Propertindo	Tangerang	Real Estate	--	65.00%	--	7,298,100	7,948,100
PT Pacific Sejahtera	Tangerang	Real Estate	--	100.00%	--	16,667,400	16,667,400
PT Anugerah Bahagia Abadi and Subsidiaries	Jakarta	Real Estate	--	100.00%	--	426,465,498,672	--
PT Internusa Prima Abadi	Jakarta	Real Estate	--	85.00%	--	1,013,883,079	--
PT Bangun Bina Bersama and Subsidiary	Jakarta	Real Estate	--	99.99%	--	426,462,547,802	--
PT Satriamandiri Idola Utama	Jakarta	Real Estate	--	100.00%	--	117,835,814,312	54,436,407,275
PT Mahakaya Abadi	Tangerang	Real Estate	--	100.00%	--	478,623,100	479,273,100
PT Persada Mandiri Dunia Niaga and Subsidiaries (0.05% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Real Estate	--	100.00%	--	84,216,800,553	100,011,882,484
PT Ekaputra Kencana Abadi	Jakarta	Real Estate	--	100.00%	--	4,950,000,000	4,950,000,000
PT Gapura Sakti Prima and Subsidiaries	Jakarta	Real Estate	--	100.00%	--	69,231,905,196	203,854,041,638
PT Menara Megah Tunggal and Subsidiary	Jakarta	Real Estate	--	100.00%	--	69,095,997,694	203,854,041,638
PT Trias Mitra Investama	Binjai	Real Estate	--	100.00%	2005	68,923,453,279	210,001,460,937
PT Permata Agung Propertindo	Jakarta	Real Estate	--	100.00%	--	1,181,225,795	1,181,225,795
PT Kencana Mitra Lestari	Jakarta	Development, Transportation, Trading and Services	--	100.00%	--	575,175,000	577,800,000

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PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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						2014 Rp	2013 Rp
PT Direct Power and Subsidiaries	Bogor	Trading, Real Estate, Industri, Printing, Agrobisnis, Transportation and Services	--	100.00%	2007	124,629,800,619	126,909,119,505
PT Mitra Mulia Kreasi and Subsidiary	Jakarta	Development, Industri, Mining, Agrobisnis, Transportation	--	80.00%	--	41,971,484,946	45,299,541,728
PT Bellanova Country Mall	Bogor	Trading and Services Development, Transportation	--	80.00%	2005	41,881,554,945	45,209,611,729
PT Sarana Global Multindo and Subsidiaries	Jakarta	Trading and Services Development, Transportation	--	100.00%	--	355,465,506,039	485,684,444,002
PT Guna Sejahtera Karya and Subsidiaries	Jakarta	Trading and Services Development, Industri, Agrobisnis, Pertamanan	--	100.00%	--	403,656,624,893	465,129,613,820
PT Citra Sentosa Raya and Subsidiaries	Jakarta	Trading, Real Estate, Industri, Agrobisnis, Transportation and Services	--	100.00%	--	516,676,784,304	527,058,699,489
PT Gading Nusa Utama	Jakarta	Trading, Real Estate, Industri, Agrobisnis, Transportation and Services	--	100.00%	--	27,300,259,404	27,270,776,577
Rosenet Limited**** and Subsidiary	British Virgin Island	investment	--	100.00%	--	546,201,825,184	525,560,105,440
Sea Pejaten Pte. Ltd****	Singapore	investment	--	100.00%	--	546,201,825,184	525,560,105,440
Continental Investment Limited****	Malaysia	investment, Trading and Services	--	100.00%	--	25,916,625	24,193,711
PT Sandiego Hills Memorial Park and Subsidiary	Karawang	Trading, Development, Transportation and Services	--	100.00%	2006	448,980,687,326	351,650,829,216
PT Pengelola Memorial Park	Karawang	Trading and Services Development, Printing	--	100.00%	2010	68,225,906,669	59,377,813,538
PT CB Commercial	Tangerang	Trading and Services Development, Printing	--	100.00%	--	582,762,161	583,794,161
PT Kemilau Karyacipta Persada	Tangerang	Trading and Services Development, Printing	--	100.00%	--	2,458,223,000	2,464,055,000
PT Bumi Indah Pertiwi	Tangerang	Trading and Services Development, Printing	--	100.00%	--	2,216,817,102	2,216,817,102
PT Galang Karya Usaha	Tangerang	Trading and Services Development, Printing	--	100.00%	--	100,000,000	100,000,000
PT Alona Griya Utama and Subsidiary	Tangerang	Trading, Printing and Services Development, Printing	--	100.00%	--	1,673,963,537	100,000,000
PT Cipta Semesta Prima	Tangerang	Trading, Printing and Services Development, Printing	--	100.00%	--	1,748,962,537	100,000,000
PT Kreasi Ciptaprima Gemilang	Tangerang	Trading, Printing and Services Development, Printing	--	100.00%	--	100,000,000	100,000,000
PT Manikam Mutu Prima and Subsidiary	Tangerang	Trading, Printing and Services Development, Printing	--	100.00%	--	674,251,000	100,000,000
PT Holland Village Manado ²⁾	Tangerang	Printing and Services Development, Printing	--	100.00%	--	600,000,000	--
PT Suporta Developa Jaya	Tangerang	Printing and Services Development, Printing	--	100.00%	--	71,000,000	99,250,000
PT Wismachahaya Sentosa Megah ²⁾	Tangerang	Printing and Services Development, Printing and Services	--	100.00%	--	600,000,000	--

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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						2014 Rp	2013 Rp
PT Ciptaindah Selaras Persada ²⁾	Tangerang	Trading, Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Asri Griya Utama ²⁾	Tangerang	Trading, Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Cakrawala Semesta Abadi ²⁾	Tangerang	Trading, Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Sarana Sentosa Propertindo ²⁾	Tangerang	Trading, Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Bahana Megah Pratama and Subsidiary ²⁾	Tangerang	Trading, Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Bahana Perisai Abadi ²⁾	Tangerang	Trading, Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Cahaya Puspita Raya ²⁾	Tangerang	Trading, Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Lippo Cikarang Tbk and Subsidiaries	Bekasi	Real Estate	--	54.37%	1989	4,309,824,234,265	3,854,166,345,344
PT Great Jakarta Inti Development and Subsidiary	Bekasi	Town Development	--	54.37%	1992	166,167,908,743	160,134,706,695
PT Menara Inti Development	Bekasi	Real Estate	--	54.37%	2012	18,106,103,848	17,194,774,785
PT Tunas Pundi Bumi	Bekasi	Town Development	--	54.37%	2010	220,879,340,910	49,149,564,954
PT Erabaru Realindo	Bekasi	Real Estate	--	54.37%	--	26,675,274,843	23,233,649,196
PT Dian Citimarga	Bekasi	Transportation	--	54.37%	1993	574,166,188	391,859,371
PT Kreasi Dunia Keluarga	Bekasi	Recreational Park	--	54.37%	1993	8,905,263,816	8,623,542,996
PT Chandra Mulia Adhidharma	Bekasi	Property Management	--	54.37%	2011	47,947,330,121	35,311,717,468
PT Tirta Sani Nirmala	Bekasi	Water and Waste Treatment	--	54.37%	2011	70,243,590,666	51,532,656,579
PT Waska Sentana	Bekasi	Real Estate	--	54.37%	2011	504,659,575,649	314,382,012,670
PT Swadaya Teknopolis	Bekasi	Real Estate	--	54.37%	2009	250,000,000	250,000,000
PT Bekasi Mega Power	Bekasi	Power Plant	--	54.37%	2009	147,982,000	127,000,000
PT Dunia Air Indah	Bekasi	Recreation Services	--	54.37%	2009	3,432,732,840	3,432,732,840
PT Cahaya Ina Permai and Subsidiaries	Bekasi	Real Estate	--	54.37%	--	85,140,741,861	434,884,740
PT Zeus Karya Prima ¹⁾	Tangerang	Development, Trading, Printing and Services	--	54.37%	--	27,801,089,340	8,468,194,385
PT Manunggal Utama Makmur	Tangerang	Real Estate	--	54.37%	--	592,353,788	15,194,704,877
PT Mahkota Sentosa Ekanusa	Bekasi	Real Estate	--	54.37%	--	18,632,125,396	190,846,815
PT Mega Kreasi Teknika	Bekasi	Building Construction	--	54.37%	--	262,498,497	202,653,752
PT Astana Artha Mas	Tangerang	Real Estate	--	54.37%	--	132,773,308,048	66,158,812,500
PT Mega Kreasi Nusantara Teknologi	Bekasi	Real Estate	--	54.37%	--	3,000,000,000	3,000,000,000
PT Pondera Prima Sarana	Tangerang	Real Estate	--	54.37%	--	123,200,000	125,000,000
PT Telaga Banyu Murni and Subsidiary	Tangerang	Real Estate	--	54.37%	--	1,622,000,000	175,000,000
PT Karimata Alam Damai	Tangerang	Real Estate	--	54.37%	--	41,950,330,000	20,885,600,000
PT Megakreasi Cikarang Damai	Tangerang	Real Estate	--	54.37%	--	500,000,000	500,000,000
PT Megakreasi Cikarang Permai	Tangerang	Real Estate	--	54.37%	--	500,000,000	500,000,000
PT Meakreasi Cikarang Asri ²⁾	Bekasi	Real Estate	--	40.78%	--	33,000,800,000	--
PT Meakreasi Propertindo Utama ²⁾	Bekasi	Real Estate	--	40.78%	--	33,000,817,000	--
PT Megapratama Karya Persada and Subsidiaries	Tangerang	investment, Trading and Services	100.00%	--	--	5,041,931,170,285	4,205,570,228,813
PT Siloam International Hospitals Tbk and Subsidiaries	Tangerang	Healthcare Service	--	78.85%	2010	2,844,085,512,104	2,600,774,537,159
PT Aritasindo Permaimesta	Jakarta	Trading, Development, Mining, Agriculture	--	78.85%	--	78,124,746	91,222,500
PT Perdana Kencana Mandiri	Jakarta	Land Transport, Printing and Industry	--	78.85%	--	520,403,206	139,940,484
PT Multiselaras Anugerah	Tangerang	Development, Trading and Services	--	78.85%	--	448,067,441	118,439,411
PT Nusa Medika Perkasa	Jakarta	Healthcare Service	--	58.00%	--	926,687,462	898,583,214
PT Siloam Graha Utama and Subsidiary	Jakarta	Development, Transportation, Trading and Services	--	78.85%	--	142,511,589,460	170,926,169,055
PT East Jakarta Medika	Bekasi	Healthcare Service	--	68.43%	2002	142,492,350,947	170,919,068,042
PT Guchi Kencana Emas and Subsidiary	Jakarta	Development, and Services	--	78.83%	--	88,570,503,605	103,536,422,739

These consolidated financial statements are originally issued in Indonesian language

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						2014 Rp	2013 Rp
PT Golden First Atlanta	Jambi	Healthcare Service	--	65.43%	2008	88,539,839,436	103,525,497,989
PT Prawira Tata Semesta and Subsidiary	Jakarta	Development, and Services	--	78.85%	--	237,404,060,017	220,387,041,953
PT Balikpapan Damai Husada	Balikpapan	Healthcare Service	--	62.77%	2007	198,183,010,595	183,152,322,686
PT Siloam Emergency Services	Tangerang	Healthcare Service	--	78.85%	--	2,624,415,127	1,391,968,353
PT Medika Harapan Cemerlang Indonesia	Tangerang	Trading Industry and Services	--	78.85%	2013	2,177,323,630	2,969,022,018
PT Pancawama Semesta and Subsidiary	Tangerang	Trading, Industry and Services	--	78.85%	--	70,026,074,020	70,275,326,965
PT Diagram Healthcare Indonesia	Depok	Healthcare Service	--	63.08%	2006	39,467,645,852	39,716,721,868
PT Adamanisa Karya Sejahtera	Jakarta	Trading, Industry and Services	--	78.85%	--	995,085,833	1,000,000,000
PT Brenada Karya Bangsa	Tangerang	Trading, Industry and Services	--	78.85%	--	605,403,333	600,000,000
PT Harmoni Selaras Indah	Tangerang	Trading, Industry and Services	--	78.85%	--	597,340,833	600,000,000
PT Kusuma Primaanda and Subsidiaries	Tangerang	Trading, Industry and Services	--	78.85%	--	102,195,707,668	102,376,903,302
PT Adijaya Buana Sakti and Subsidiaries	Tangerang	Trading, Industry and Services	--	63.08%	--	102,188,966,835	102,368,878,302
PT Siloam Sumsel Kemitraan and Subsidiary	Tangerang	Trading, Industry and Services	--	74.16%	--	8,003,625,337	7,997,550,337
PT RS Siloam Hospital Sumsel	Palembang	Services Service	--	67.51%	2012	103,163,599,553	102,356,656,020
PT Optimum Karya Persada	Jakarta	Trading Industry and Services	--	78.85%	--	1,017,232,500	1,000,000,000
PT Rosela Indah Cipta	Jakarta	Trading Industry and Services	--	78.85%	--	597,153,333	600,000,000
PT Sembada Karya Megah	Tangerang	Trading Industry and Services	--	78.85%	--	617,340,833	600,000,000
PT Trijaya Makmur Bersama	Tangerang	Trading Industry and Services	--	78.85%	--	597,340,833	600,000,000
PT Visindo Galaxi Jaya	Tangerang	Trading Industry and Services	--	78.85%	--	4,993,540,833	5,000,000,000
PT Tunggal Pilar Perkasa and Subsidiaries *)	Tangerang	Development, Trading, Printing and Services	--	78.85%	--	902,863,440,805	406,737,757,798
PT Tirtasari Kencana	Serang	Development, Trading and Services	--	78.85%	--	1,130,696,718	1,000,000,000
PT Gramari Prima Nusa	Medan	Development, Trading, Printing and Services	--	78.85%	--	130,585,488,531	5,000,000,000
PT Krisolis Jaya Mandiri	Kupang	Services Service	--	78.85%	--	69,331,687,626	600,000,000
PT Kusuma Bhakti Anugerah	Tangerang	Trading Industry and Services	--	78.85%	--	7,199,648,894	7,000,000,000
PT Agung Cipta Raya	Tangerang	Services Service	--	78.85%	--	972,630,000	1,000,000,000
PT Bina Cipta Semesta	Padang	Services Service	--	78.85%	--	1,012,427,500	1,000,000,000
PT Mega Buana Bhakti	Pangkal Pinang	Trading Industry and Services	--	78.85%	--	5,982,333,520	6,000,000,000
PT Taruna Perkasa Megah	Yogyakarta	Trading Industry and Services	--	78.85%	--	19,014,504,078	600,000,000
PT Tataka Bumi Karya	Bogor	Trading Industry and Services	--	78.85%	--	610,452,500	600,000,000
PT Tataka Karya Indah	Bandung	Trading Industry and Services	--	78.85%	--	837,254,382	600,000,000
PT Siloam Medika Cemerlang *)	Tangerang	Trading, Industry, and Services	--	78.85%	--	3,388,608,668	600,000,000
PT Koridor Usaha Maju and Subsidiaries	Tangerang	Development, Trading, Printing and Services	--	78.85%	--	432,931,118,607	354,600,057,124
PT Medika Sarana Triliansia and Subsidiary	Bali	Development, Trading, Printing and Services	--	78.85%	2008	256,054,381,752	203,638,402,814

These consolidated financial statements are originally issued in Indonesian language

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						2014 Rp	2013 Rp
PT Trisaka Raksa Waluya	Tangerang	Special Healthcare Services and Services	--	78.85%	2008	132,992,756,044	142,522,915,190
PT Buana Utama Sejati ²⁾	Tangerang	Services Service	--	78.85%		16,312,100,196	--
PT Sentra Sejahtera Utama ²⁾	Tangerang	Services Service	--	78.85%	--	600,000,000	--
PT Berlian Cahaya Indah	Sorong	Services Service	--	78.85%		45,004,044,700	600,000,000
PT Rashal Siar Cakra Medika	Jakarta	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	78.85%	2008	53,352,264,266	--
PT Mulia Pratama Cemerlang ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	78.85%	2014	600,000,000	--
PT Karya Pesona Cemerlang ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	78.85%	--	600,000,000	--
PT Indah Kemilau Abadi ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	78.85%	--	600,000,000	--
PT Persada Dunia Semesta ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	78.85%	--	600,000,000	--
PT Inti Pratama Medika ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	78.85%	--	600,000,000	--
PT Sentra Sehat Sejahtera ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	78.85%	--	600,000,000	--
PT Genta Raya Internusa ²⁾	Tangerang	Trading, Development, Real Estate, Industri Printing, Agrobisnis, Services and Transportation	--	78.85%	--	600,000,000	--
PT Sembilan Raksa Dinamika [*]	Tangerang	Hospital Service Clinic, Policlinic and Treatment Clinic	--	99.99%	--	600,000,000	--
PT Saritama Mandiri Zamrud [*]	Tangerang	Hospital Service Clinic, Policlinic and Treatment Clinic	--	99.99%	--	600,000,000	--
PT Gempita Nusa Sejahtera [*]	Tangerang	Hospital Service Clinic, Policlinic and Treatment Clinic	--	99.99%	--	600,000,000	--
PT Aryamedika Teguh Tunggal [*]	Tangerang	Hospital Service Clinic, Policlinic and Treatment Clinic	--	99.99%	--	600,000,000	--

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PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						2014 Rp	2013 Rp
PT Mahkota Buana Selaras ¹⁾	Tangerang	Development, Trading, Printing and Services	--	78.85%	--	38,623,709,806	--
PT Eramulia Pratamajaya and Subsidiaries	Jakarta	Healthcare Service	100.00%	--	--	1,075,613,293,094	1,109,729,536,202
PT Siloam Karya Sejahtera	Jakarta	Trading and Services	--	100.00%	--	381,154,412,415	389,561,096,776
PT Siloam Dinamika Perkasa	Jakarta	Trading, Development, Transportation and Services	--	100.00%	--	135,440,651,110	135,181,471,073
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%	--	3,365,647,721	3,365,841,316
PT Sentra Sarana Karya ²⁾	Surabaya	Development, Transportation, Trading and Services	--	100.00%	--	3,239,776,633	3,239,776,633
PT Sarana Dinamika Perkasa ²⁾	Surabaya	Development, Transportation, Trading and Services	--	100.00%	--	135,684,650,111	135,425,470,074
PT Mahaduta Purnama	Jakarta	Development, Transportation, Trading and Services	--	100.00%	--	7,397,737,370	7,396,814,370
PT Buana Mandiri Selaras	Jakarta	Development and Services	--	100.00%	--	489,542,770,676	570,947,396,533
PT Serasi Adikarsa	Jakarta	Trading, Industry, Development and Mining	--	100.00%	--	19,805,000	19,805,000
PT Kalanusa Intan Cemerlang and Subsidiary	Tangerang	Trading Development Printing and Services	--	100.00%	--	4,259,900,000	100,000,000
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	--
PT Waluya Graha Loka ²⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Nusantara Indah Semesta ²⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Magenta Sinar Abadi ²⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Pesona Puspita Gemilang ²⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Caraka Cipta Sejahtera ²⁾	Tangerang	Trading Development, Printing and Services	--	100.00%	--	600,000,000	--
PT Sentra Mutiara Timur ²⁾	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	Umum	0.01%	99.99%	1998*	520,920	520,920
PT Shimatama Graha	Jakarta	Restaurant, Cafe and Catering	--	100.00%	1989	5,841,821,996	5,841,821,996
PT Aryaduta International Management and Subsidiaries	Jakarta	Hotel Management	--	100.00%	1998	13,376,094,582	13,376,094,582
PT Aryaduta Surabaya Management	Surabaya	Services	--	100.00%	--	588,906,447	588,906,447
PT Aryaduta Medan Management	Medan	Services	--	100.00%	--	588,878,000	588,878,000
PT Aryaduta Karawaci Management	Tangerang	Services	--	100.00%	--	22,947,378,366	22,947,378,366
PT Aryaduta Makassar Management	Makassar	Services	--	100.00%	--	593,327,000	593,327,000
PT Aryaduta Residences	Jakarta	Services	--	100.00%	--	3,156,413,733	3,156,413,733
PT Aryaduta Hotels & Resorts	Jakarta	Services	--	100.00%	--	581,740,500	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 ¹⁾	Tangerang	Services	75.00%	25.00%	--	600,000,000	600,000,000
PT Aryaduta Kuta Bali ¹⁾	Badung	Parwisata	--	100.00%	--	600,000,000	600,000,000
PT Cahaya Gemerlap Abadi ²⁾	Tangerang	Development, Trading, and Services	--	100.00%	--	600,000,000	--
PT Lippo Horesi Indonesia ¹⁾	Tangerang	Development, Trading, and Services	75.00%	25.00%	--	600,000,000	600,000,000

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

Subsidiary	Domicile	Main Business	Direct Ownership Percentage	Indirect Ownership Percentage	Year of Starting Operation	Total Assets	
						2014 Rp	2013 Rp
PT Graha Jaya Pratama and Subsidiaries	Tangerang	Real Estate	100.00%	--	--	1,596,229,076,687	1,384,584,802,841
PT Tataguna Cemerlang	Jakarta	Trading,	--	100.00%	--	100,000,000	100,000,000
		Real Estate and Development					
PT Aresta Amanda Lestari (0.31% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	1,048,135,730	1,048,135,730
PT Aresta Permata Utama (3.45% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	11,737,065,174	11,737,065,174
PT Fajar Usaha Semesta (4.73% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	15,697,407,503	15,697,407,503
PT Fajar Raya Cemerlang (4.58% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	15,206,784,862	15,206,784,862
PT Fajar Abadi Aditama (3.45% ownership in PT Gowa Makassar Tourism Development Tbk)	Jakarta	Trading	--	100.00%	--	11,448,214,800	11,448,214,800
PT Nuansa Indah Lestari and Subsidiaries	Jakarta	Trading	--	100.00%	--	142,252,148,482	142,252,148,482
PT Metropolitan Permaisemesta and Subsidiaries	Jakarta	Trading	--	89.74%	--	142,233,500,582	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%	--	138,073,158,204	138,073,158,204
PT Gowa Makasar Tourism Development Tbk and Subsidiaries	Makassar	Real Estate	4.92%	52.36%	1997	1,524,317,216,546	1,308,035,825,444
PT Kenanga Elok Asri and Subsidiaries	Tangerang	Development, Trading, Printing and Services	--	57.28%	--	580,527,450,840	485,143,495,390
PT Krisanta Esa Maju ¹⁾	Tangerang	Development, Trading, Printing and Services	--	57.28%	--	99,849,158	100,000,000
PT Tribuana Jaya Raya	Tangerang	Development, Trading, Printing and Services	--	77.56%	--	578,018,813,753	485,093,495,390
PT Griya Megah Sentosa	Makassar	Trading, Development, Printing and Services	--	57.28%	--	2,389,906,938	--
PT Griya Eksotika Utama	Tangerang	Development, Trading, Printing and Services	--	57.28%	--	193,879,903	125,000,000

* Liquidated

** Transferred

*** Functional Currency is USD

**** Functional Currency is SGD

¹⁾ Established in 2013

²⁾ Established in 2014

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

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

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

On February 15, 2013, PT Sentra Dwimandiri (SDM), PT Wisma Jatim Propertindo (WJP), PT Bathara Brahma Sakti, PT Kreasi Megatama Gemilang, PT Dwisindo Jaya, PT Saputra Karya, PT Grand Provita, PT Kemang Paragon Mall, PT Grand Villa Persada, PT Maharama Sakti and PT Primakreasi Propertindo, all subsidiaries, purchase non controlling shares of PT Gowa Makassar Tourism Development Tbk (GMTD), a subsidiary, amounted to 3,35% with acquisition cost of Rp2.584.000.000. As a result, the Company recorded Difference in Transactions with Non-Controlling Interest amounted to Rp5.645.114.201.

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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

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

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

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

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

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

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

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

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

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

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

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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

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

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

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

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

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

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

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

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

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

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

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

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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

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

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

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

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

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

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

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

On September 2, 2013, PT Nilam Biru Bersinar, a subsidiary, disposed share ownership in SIH, a subsidiary, amounting to 5.900.000 shares with the transfer price of Rp53.100.000.000. Upon this transactions, the Company recorded Difference in Transactions with Non-Controlling Interest amounted to Rp51,469,368,683.

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

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

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

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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

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

On December 13, 2013, KUM, a subsidiary, acquired all ownership in PT Medika Sarana Tralliansia (MST) with acquisition cost of Rp189,600,000,000. This transaction is a business combination (see Note 44). MST has been started its commercial operation since 2008. MST is the owner of 99.99% shares of PT Trisaka Raksa Waluya (TRW). TRW has been started its commercial operation since 2008.

On December 19, 2013, LMT and DPS, both subsidiaries, acquired all ownership in PT Karyatama Buana Cemerlang (KBC) with acquisition cost of Rp150,878,244,393. At the acquisition date, KBC has not yet started operation and therefore, recorded as an asset acquisition. KBC is the owner of 70.00% shares of PT Mapalus Mancacakti (MM). At the acquisition date, MM has not yet started operation.

On March 13, 2014, PT Kalimaya Pundi Bumi, a subsidiary, disposed 82,500,000 shares ownership in SIH, 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.

On May 12, 2014, 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 45).

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

On July 23, 2014, TPP and MBS, 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 45). RSCM has started its commercial operation since 2008.

On November 28, 2014, TPP, a subsidiary, acquired 20% share ownership in MST 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.

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 45). ASF has started its commercial operation since July 2009.

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

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

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	2014	2013
Board of Commissioners:		
President Commissioner	: Theo L. Sambuaga	Theo L. Sambuaga
Vice President		
Commissioner	: Surjadi Soedirdja*	Surjadi Soedirdja*
Independent Commissioner	: Tanri Abeng	Tanri Abeng
Independent Commissioner	: Agum Gumelar	Agum Gumelar
Independent Commissioner	: Farid Harianto	Farid Harianto
Independent Commissioner	: Muladi	Jonathan Limbong Parapak
Independent Commissioner	: Sutiyoso	Muladi
Commissioner	: Gouw Viven (Viven G Sitiabudi)	Gouw Viven (Viven G Sitiabudi)
Commissioner	: Benny Haryanto Dje	--

* also as Independent Commissioner

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

	2014	2013
Directors:		
President Director	: Ketut Budi Wijaya	Ketut Budi Wijaya
Director	: Tjokro Libianto	Tjokro Libianto
Director	: Djoko Harjono*	Djoko Harjono
Director	: Rahmawaty	Roberto Fernandez Feliciano
Director	: Stephen Choo Kooi Yoon	Rahmawaty
Director	: Ninik Prajitno	--
Unaffiliated Director	: Jenny Kuistono	Jenny Kuistono

* 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 December 31, 2014 and 2013 are as follows:

	2014	2013
Chairman	: Muladi	Farid Harianto
Members	: Herbudianto	Herbudianto
	: Indra Simarta	Indra Simarta

The Company's Corporate Secretary as of December 31, 2014 and 2013 is Jenny Kuistono.

As of December 31, 2014 and 2013, the Group have 11,129 and 6,168 permanent employees, respectively (unaudited).

2. Summary of Significant Accounting Policies

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

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

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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

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

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

Interpretations of financial accounting standard (ISAK) that mandatory for the first time for the financial period beginning 1 January 2014 is ISAK No. 27 "Transfer of Assets from Customers" and ISAK No. 28 "Extinguishing of Financial Liabilities with Equity Instruments".

Implementation of ISAK No. 27, "Transfer of Assets from Customers" and ISAK No. 28 "Extinguishing of Financial Liabilities with Equity Instruments" with an effective date of 1 January 2014 is not relevant, and did not result in changes to the Company's accounting policies and had no impact on the amounts reported for the current year or prior financial years.

2.b. Principles of Consolidation

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

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

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

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

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

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

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

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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

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

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

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

	2014 Rp	2013 Rp
1 USD	12,440	12,189
1 SGD	9,422	9,628
1 EUR	15,133	16,821
100 JPY	10,425	11,617
1 AUD	10,218	10,876

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

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

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

2.d. Cash and Cash Equivalents

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

Cash 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

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

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

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

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

2.f. Transaction with Related Parties

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

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

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

2.g. Inventories and Land for Development

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

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

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

Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and selling costs. In determining obsolete inventory, Group review regularly of each significant unit inventory individually and when obtained reliable evidence, Group will reduce the value of inventories to realizable value

Allowance for inventories using determined based on a review of the condition of the inventories at the end of the year.

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

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

2.h. Prepaid Expenses

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

2.i. Investment Property

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

Investment property is carried at cost less its accumulated depreciation and any accumulated impairment losses. Land is not depreciated and is presented at acquisition cost. Building is depreciated using straight line method based on its estimated useful life of 20 years. The cost of repairs and maintenance is charged to the consolidated statements of comprehensive income as incurred while significant renovations and additions are capitalized.

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

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

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

2.j. Property and Equipment

Property and equipment in initial recognition is measured at cost.

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

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

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

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

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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

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

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

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

2.k. Leases

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

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

The Group as lessees:

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

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

The Group as lessors:

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

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

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Sale and Leaseback:

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

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

2.l. Borrowing Cost

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

2.m. Impairment of Non-Financial Assets

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

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

2.n. Business Combination

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

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

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

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

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

2.o. Intangible Assets

Goodwill

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

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

Goodwill is not amortized but is reviewed for impairment at least annually or more frequently when there is an indication that the goodwill may be impaired. For the purpose of impairment testing, goodwill is allocated to each of the cash-generating units expected to benefit from the synergies of the combination. If the recoverable amount of the cash-generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit prorated on the basis of the carrying amount of each asset in the unit. An impairment loss recognized for goodwill is not reversed in the subsequent year.

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

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

Cost of Software

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

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

2.p. Bond Issuance Cost

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

2.q. Employee Benefits

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

Short-term employee benefits

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

Post-employment Benefits

Post-employment benefits are recognized at discounted amount when the employees have rendered their service to the Company during the accounting period. Liabilities and expenses are measured using actuarial techniques which include constructive obligation that arises from the Group's common practices. In calculating liabilities, the benefit must be discounted using the projected unit credit method. Past service cost recognized in profit or loss when the benefit become vested and recognized as expense with straight-line method for the average period of vested benefit. Accumulated unrecognized actuarial gain

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

and loss that are more than 10% of the present value of defined benefit obligations are amortized using the straight line method over the remaining projected average service period of employees in the programme.

2.r. Business Combination between Entities Under Common Control

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

Since restructuring transactions with entities under common control do not result in changes in term of economic substance of ownership in transferred assets, liabilities or other ownership instruments, the transferred assets or liabilities (in legal form) should be recorded at book value in a manner similar to business combination transactions using the pooling of interest method.

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

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

2.s. Derivative Financial Instruments

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

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

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

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

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

2.t. Revenue and Expense Recognition

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

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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

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

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

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

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

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

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

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

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

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

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

Expenses are recognized when incurred.

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

2.u. Income Tax

Final Income Tax

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

Non-Final Income Tax

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

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

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

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

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

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

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

2.v. Earnings per Share

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

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

2.w. Segment Information

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

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

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

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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

2.x. Financial Instruments

Financial Assets

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

(i) Financial assets measured at FVTPL

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

At the time of initial recognition, financial assets at fair value through profit or loss are recognized at fair value. Transaction costs related to acquisition are recognize at profit or loss current year. After initial recognition, changes in fair value are recognize at consolidated statement of comprehensive income

Group recognize call spread option on fair value trough 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. Loans and receivables are initially recognized at fair value plus transaction costs and are subsequently measured at amortized cost using the effective interest rate method.

Financial assets are recognize by loans and receivables include cash and cash equivalents, accounts receivable, other current financial assets, due from related parties non-trade and other non-current financial assets.

(iii) HTM financial assets

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

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

At initial recognition, held-to-maturity investments are recognized at fair value plus transaction costs and subsequently measured at amortized cost using the effective interest method

The Group does not have a financial asset investments held to maturity.

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

(iv) AFS financial assets

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

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

Investments classified as available-for-sale financial assets are as follows:

- Equity Investments that are not available at fair value with ownership less than 20% of other long-term investments are recorded in other expenses
- Equity Investments which are available at fair value with ownership less than 20% are classified as financial assets available for sale, recorded at fair value.

Available for sale financial assets held by the Group include investments available for sale and stock investments.

Impairment of Financial Assets

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

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

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

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

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

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

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of receivables, where the carrying amount is reduced through the use of an allowance account. When a receivable is considered uncollectible, it is written-off against the allowance

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

account. Subsequent recoveries of amounts previously written-off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognized as gain or loss in the current year.

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

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

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

Derecognition of Financial Assets

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

Financial Liabilities

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

(i) Financial liabilities measured at FVTPL

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

At initial recognition, financial liabilities at FVTPL are recognized at fair value. Transaction costs in connection with the issuance recognized in operating expense current year. Increase or decrease in fair value recognized in the subsequent statement of comprehensive income.

The Group does not have financial liabilities measured at fair value through profit or loss.

(ii) Financial liabilities measured at amortized cost

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

Financial liabilities measured at amortized cost which is owned by Group include trade payables, accrual, short-term employee benefits liabilities, other short-term financial liabilities, bank loan, due to of non-trade, bonds, other long-term liabilities.

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Derecognition of Financial Liabilities

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

Equity Instruments

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

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

Offsetting of Financial Instruments

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

Effective Interest Rate Method

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

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

Fair Value

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

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

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

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

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

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

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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 year.

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

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

i. Source of Uncertainty of Critical Accounting Estimates and Assumptions

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

Allowance for Impairment of Receivable

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

Impairment of Goodwill

In estimating the impairment of goodwill, Management Group in the analysis and assessment of the ability of the cash generating unit, the entity acquisition operating conditions change and transfer generating unit goodwill. If there are indications of a decrease in the ability of the cash generating unit in cash and management believes that the cash generating unit decreased 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 13.

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 17.b).

Useful Lives of Property and Equipment Estimation

Management makes a periodic review of the useful lives of property and equipment based on several factors such as physical and technical conditions and development of medical equipment technology in the future. The results of future operations will be materially influenced by the change in estimate as

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

caused by changes in the factors mentioned above. Changes in estimated useful life of property and equipment, if any, are prospectively treated in accordance with PSAK No. 25 (Revised 2010), "Accounting Policies, Changes in Accounting Estimates and Errors" (see Note 12).

Post-employment Benefits

The present value of post-employment benefits liability depends on several factors that are determined by actuarial basis based on several assumptions. Assumptions used to determine the cost (income) include the discount rate. Changes in these assumptions will affect the carrying amount of post-employment benefits (see Note 23).

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

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 34).

Revenue Recognition – Professional Fees

Policy and billing system to the patient is an integral of over all charges consisted of consulting with the doctor, use of drugs and other medical procedures. Above the cost of consulting a doctor, the Hospital perform specific calculations for each doctor, make payments and tax cuts every month to the doctor, although a bill to the patient is not fully collectible. Management of the Group considered that there was no agency relationship between the hospital and its doctors, with consideration to the impact of the significant benefits and risks related to the provision of medical services by the doctors to patients. Bills for medical services are recognized as revenue when the recognition criteria are met (see Note 34).

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

3. Cash and Cash Equivalents

	2014 Rp	2013 Rp
Cash		
(Include 2014: USD 2,564, SGD 500, EUR 4,800, JPY 113,800, AUD 6,376 ; 2013: USD 2,564, SGD 500, EUR 4,800, JPY 113,800, AUD 6,376)	6,620,446,207	6,917,942,083
Bank		
Third Parties		
<u>Rupiah</u>		
PT Bank CIMB Niaga Tbk	320,481,703,637	172,388,811,892
PT Bank Permata Tbk	237,174,662,552	12,522,995,740
PT Bank Negara Indonesia (Persero) Tbk	118,442,528,427	108,633,441,787
PT Bank Central Asia Tbk	57,811,715,043	37,447,323,869
PT Bank Mandiri (Persero) Tbk	28,035,605,515	28,725,205,715
PT Bank Rakyat Indonesia (Persero) Tbk	16,645,255,187	56,199,268,479
PT Bank Mega Tbk	16,547,697,141	10,502,477,916
PT Bank Danamon Indonesia Tbk	10,713,599,454	14,143,614,618
PT Bank OCBC NISP Tbk	3,841,943,155	5,653,784,095
PT Bank Internasional Indonesia Tbk	2,986,264,647	4,856,944,917
PT Bank Tabungan Negara (Persero) Tbk	1,951,326,092	2,569,724,331
PT Bank Pan Indonesia Tbk	687,850,498	1,706,452,872
Others (Each bellow Rp1 billion)	3,705,024,452	2,115,802,968
<u>Foreign Currency</u>		
PT Bank CIMB Niaga Tbk		
USD	14,565,105,541	43,108,251,058
SGD	836,974,421,943	83,987,325,088
PT Bank Negara Indonesia (Persero) Tbk		
USD	8,950,532,697	2,403,157,786
SGD	519,085,305,443	--
PT Bank OCBC NISP Tbk		
USD	3,231,417,386	1,866,372,021
SGD	358,434,677,891	17,328,680,824
EUR	94,174,172	104,678,765
BNP Paribas, Singapore		
USD	54,895,277,406	2,729,567,119
SGD	71,383,502,267	620,518,246
OCBC Bank, Singapore - SGD	50,950,462,884	65,039,895,534
PT Bank Internasional Indonesia Tbk - USD	17,348,651,129	3,692,834,833
PT Bank Permata Tbk		
USD	7,412,647,182	1,466,219,564
SGD	9,424,726,727	--
PT Bank ANZ Indonesia		
USD	9,572,022,812	2,086,378,332
AUD	4,086,002,246	1,759,399,666
EUR	2,679,901,063	1,433,499,312
PT Bank Mega Tbk		
USD	2,517,140,451	3,400,340,708
SGD	2,206,932,491	3,466,320,893
Credit Suisse, Singapore - USD	--	1,294,267,979
Others (each bellow Rp1 billion)	1,719,989,289	1,438,883,785

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	2014 Rp	2013 Rp
Related Party		
<u>Rupiah</u>		
PT Bank Nationalnobu Tbk	347,242,393,752	335,256,404,263
	<u>3,141,800,460,572</u>	<u>1,029,948,844,975</u>
Time Deposits		
Third Parties		
<u>Rupiah</u>		
PT Bank CIMB Niaga Tbk	126,728,127,142	390,258,911,766
PT Bank Negara Indonesia (Persero) Tbk	97,646,596,412	219,494,703,751
PT Bank Mandiri (Persero) Tbk	9,400,530,387	8,627,025,852
PT Bank Mega Tbk	3,000,000,000	47,500,000,000
PT Bank Mayapada International Tbk	1,033,988,047	6,120,774,394
PT Bank Rakyat Indonesia (Persero) Tbk	--	2,725,066,950
PT Bank Permata Tbk	--	1,237,470,512
Others (each bellow Rp1 billion)	2,132,098,630	1,932,990,123
<u>Foreign Currency</u>		
OCBC Bank, Singapore - SGD	74,560,695,591	29,052,856,731
Credit Suisse, Singapore		
USD	4,633,865,666	24,403,874,322
SGD	61,504,402,084	12,223,658,012
PT Bank CIMB Niaga Tbk - USD	108,264,766	108,264,767
PT Bank Permata Tbk - USD	--	61,310,396,723
PT Bank OCBC NISP Tbk - USD	--	12,189,000,000
Related Party		
<u>Rupiah</u>		
PT Bank Nationalnobu Tbk	--	1,000,000,000
	<u>380,748,568,725</u>	<u>818,184,993,903</u>
Total	<u>3,529,169,475,504</u>	<u>1,855,051,780,961</u>

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

	2014	2013
Interest Rates		
<u>Rupiah</u>		
Foreign Currency	3.00% - 10.00%	3.00% - 6.50%
Maturity Period	0.50% - 3.00%	0.50% - 3.00%
	0 - 3 Months	0 - 3 Months

4. Trade Accounts Receivable

	2014 Rp	2013 Rp
Third Parties		
Urban Development:		
Land Lots	51,067,566,957	38,368,526,368
Asset Enhancements	39,223,150,633	37,201,571,842
Residential Houses and Shophouses	25,800,187,442	13,049,988,562
Memorial Park	22,855,595,423	22,892,208,206
Others	15,817,747,188	15,820,046,145
Subtotal	<u>154,764,247,643</u>	<u>127,332,341,123</u>

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	2014 Rp	2013 Rp
Large Scale Integrated Development:		
Apartments	19,182,165,804	74,172,268,058
Asset Enhancements	7,902,398,506	13,785,747,741
Subtotal	<u>27,084,564,310</u>	<u>87,958,015,799</u>
Retail Malls:		
Asset Enhancements	151,884,010,118	96,176,489,419
Shopping Centers	21,207,942,024	21,791,834,450
Subtotal	<u>173,091,952,142</u>	<u>117,968,323,869</u>
Healthcare:		
Inpatient and Outpatient	403,650,789,171	277,104,499,727
Hospitality and Infrastructure:		
Town Management and Water Treatment	132,664,904,503	117,333,032,589
Hotels and Restaurants	13,801,721,957	17,134,765,612
Recreations and Sports	79,072,403	91,729,932
Others	8,478,048,262	1,564,102,391
Subtotal	<u>155,023,747,125</u>	<u>136,123,630,524</u>
Property and Portfolio Management:		
Management Fees	98,875,298,186	72,819,087,284
Total Trade Accounts Receivable from Third Parties	1,012,490,598,577	819,305,898,326
Less : Allowance for Impairment in Value	<u>(64,936,716,285)</u>	<u>(50,066,447,517)</u>
Trade Accounts Receivable from Third Parties - Net	<u>947,553,882,292</u>	<u>769,239,450,809</u>
Related Parties		
Healthcare:		
Inpatient and Outpatient	3,549,747,604	2,432,208,891
Total	<u>951,103,629,896</u>	<u>771,671,659,700</u>

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

	2014 Rp	2013 Rp
Third Parties		
Balance of January 1,	50,066,447,517	46,463,775,446
Addition	15,897,116,807	3,860,486,607
Reversal	<u>(1,026,848,039)</u>	<u>(257,814,536)</u>
Balance of December 31,	<u>64,936,716,285</u>	<u>50,066,447,517</u>

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

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

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

Trade accounts receivable denominated in Rupiah currency and foreign currencies. Trade accounts receivable in foreign currencies are presented in Notes 42 and 44.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

5. Other Current Financial Assets

	2014 Rp	2013 Rp
Third Parties		
Available-for-Sale Financial Assets	5,502,958,263,108	5,109,971,815,786
Call Spread Option (See Note 40.d)	1,787,652,313,287	1,089,358,745,423
Other Accounts Receivable	675,624,583,321	466,879,928,946
Dividend Receivable	144,775,104,434	112,271,998,095
Total	8,111,010,264,150	6,778,482,488,250

Available-for-Sale Financial Assets

	2014 Rp	2013 Rp
At Cost		
Lippo Malls Indonesia Retail Trust (LMIR Trust) (2014: 807,438,556 unit; 2013: 676,589,968 unit)	3,272,180,664,720	2,794,469,203,850
First REIT (2014: 246,633,504 unit; 2013: 235,807,453 unit)	1,956,314,723,620	1,842,887,452,629
Foreign Exchange Translation	106,215,030,060	48,566,393,120
Accumulated Unrealized Gain (Loss):		
Charged to Profit or Loss	(1,949,311,917)	(1,949,311,917)
Charged to Other Comprehensive Income	170,197,156,625	425,998,078,104
Total	5,502,958,263,108	5,109,971,815,786

Available-for-Sale Financial Assets is an investment in REIT's units which are listed on the Singapore Stock Exchange. The quoted market price of REIT units as of December 31, 2014 and 2013 are SGD 1.255 and SGD 1.060, respectively, for First REIT units, and SGD 0.340 and SGD 0.415, respectively, for LMIR Trust units.

Other Accounts Receivable

	2014 Rp	2013 Rp
PT Kemang Mall Terpadu	326,042,712,381	--
PT Palembangparagon Mall	25,163,567,059	25,163,567,059
PT Bayutama Sukses	23,461,377,900	70,190,133,700
PT Dasa Graha Jaya	2,180,998,860	75,345,005,905
PT Bina Bangun Bersama	--	53,572,613,715
PT Amanda Cipta Utama	--	14,789,445,540
Others	306,075,637,304	234,172,456,989
SubTotal	682,924,293,504	473,233,222,908
Less: Allowance for Impairment in value	(7,299,710,183)	(6,353,293,962)
Total - Net	675,624,583,321	466,879,928,946

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

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

	<u>2014</u> Rp	<u>2013</u> Rp
Third Parties		
Balance January 1,	6,353,293,962	6,353,293,962
Addition	946,416,221	--
Balance December 31,	<u>7,299,710,183</u>	<u>6,353,293,962</u>

Receivable from PT Kemang Mall Terpadu, arisen from sale of Kemang Mall.

Receivables from PT Dasa Graha Jaya arisen from the sale of land and building of Siloam Hospitals Bali (see Note 40.b).

Receivables from PT Bayutama Sukses arisen from the sale of land and building of Siloam Hospitals Makassar (see Note 40.b).

Receivable from PT Bangun Bina Bersama (BBB) represent loan for capital expenditures. As of December 31, 2014, BBB has been consolidated to the Company consolidated financial statement.

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

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

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

Dividend Receivable

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

6. Inventories

	<u>2014</u> Rp	<u>2013</u> Rp
Urban Development:		
Land under Development	8,308,155,695,151	5,835,056,245,467
Residential Houses and Shophouses	2,177,171,906,931	1,830,309,020,890
Apartments	87,142,119,963	60,095,656,897
Others	8,976,074,946	8,110,616,280
Subtotal	<u>10,581,445,796,991</u>	<u>7,733,571,539,534</u>
Large Scale Integrated Development:		
Land under Development	2,062,137,788,218	1,707,783,618,492
Shopping Centers	1,330,357,737,118	2,066,832,820,104
Apartments	1,132,228,299,221	1,085,315,718,504
Subtotal	<u>4,524,723,824,557</u>	<u>4,859,932,157,100</u>

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	2014 Rp	2013 Rp
Retail Malls:		
Shopping Centers	1,151,698,829,656	1,018,866,295,705
Land under Development	183,041,252,330	179,719,926,627
Subtotal	<u>1,334,740,081,986</u>	<u>1,198,586,222,332</u>
Healthcare:		
Medical and Non Medical Supplies	<u>105,857,883,964</u>	<u>94,831,081,782</u>
Hospitality and Infrastructure:		
Hotels and Restaurants	5,636,592,465	5,820,005,886
Recreation and Sports	582,131,842	1,161,141,082
Others	88,737,396	146,716,034
Less: Allowances Decline in Inventories Value	<u>(39,505,683)</u>	<u>(39,505,683)</u>
Subtotal	<u>6,267,956,020</u>	<u>7,088,357,319</u>
Total - Net	<u>16,553,035,543,518</u>	<u>13,894,009,358,067</u>

In 2014, land for development was reclassified to inventory amounting Rp441,635,251,200 (see Note 15).

In 2014, inventory was reclassified to property and equipment amounting to Rp39,635,919,598 and property and equipment was reclassified to inventory amounting to Rp13.679.733.593 (see Note 12).

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

Land owned by Company area 21,940 sqm used as a collateral for a loan to PT Bank Negara Indonesia (Persero) Tbk (see Note 19).

Land owned by PT Waska Sentana, subsidiary, area 38,901 sqm used as a collateral for a loan to PT Bank ICBC Indonesia (see Note 40.e).

Borrowing costs capitalized into land under development for the years ended December 31, 2014 and 2013 amounting to Rp897,098,924,229 (include bond interest amounted to Rp575,116,386,833) and Rp989,553,824,500 (include bond interest amounted to Rp459,290,949,723), respectively (see Note 22).

As of December 31, 2014, 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 Panunggangan 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 Cibatu 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).

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

The amount of inventory charged to cost of sales amounted to Rp4,276,040,362,277 and Rp2,073,646,015,520, respectively, for the years ended December 31, 2014 and 2013.

Management believes there is no indication of change in circumstances that causes a decrease in the value of inventories at December 31, 2014.

The Group's inventories have been insured against all risks, with sum insured of Rp5,629,000,000,000 and USD10,200,000 as of December 31, 2014 and Rp5,701,000,000,000 and USD 13,600,000 as of December 31, 2013, respectively. The Company and subsidiaries' management believe that the insured amount is adequate to cover any possible losses.

7. Prepaid Expenses

	2014 Rp	2013 Rp
Rental	138,391,344,438	108,460,748,566
Others	58,512,020,249	29,398,168,935
Total	196,903,364,687	137,858,917,501

Prepaid expenses mainly represent rental of hospital and hotel properties leased from First REIT (see Note 40.b).

8. Other Non-Current Financial Assets

	2014 Rp	2013 Rp
Restricted Funds	561,596,218,297	460,469,077,258
Other Investments	58,329,023,011	58,329,023,011
Total	619,925,241,308	518,798,100,269

Restricted Funds

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

Other Investments

	Domicile	2014 Rp	2013 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.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

9. Transactions and Balances with Related Parties

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

	2014 Rp	2013 Rp	Percentage to Total Assets/ Liabilities Revenue/ Operating Expenses	
			2014 %	2013 %
Cash and Cash Equivalents				
PT Bank Nationalnoba Tbk				
Current Account	347,242,393,752	335,256,404,263	0.92	1.07
Time Deposits	--	1,000,000,000	--	0.00
Total Cash and Cash Equivalents	347,242,393,752	336,256,404,263	0.92	1.07
Trade Accounts Receivable				
Other (below Rp1 billion each)	3,549,747,604	2,432,208,891	0.01	0.01
Investments in Associates				
PT Surya Citra Investama	69,504,608,821	66,551,763,917	0.18	0.21
PT TTL Residences	28,031,250,000	28,031,250,000	0.07	0.09
PT Hyundai Inti Development	12,229,173,806	11,284,752,744	0.03	0.04
PT Anho Biogenesis Prima Indonesia	4,250,000,000	--	0.01	--
PT Graha Teknologi Nusantara	--	15,295,000,000	--	0.05
Other (below Rp1 billion each)	9,268,729,654	9,268,729,735	0.02	0.03
Total Investments in Associates	123,283,762,281	130,431,496,396	0.33	0.42
Due from Related Parties Non-Trade				
PT Bumi Lemahabang Permai	9,910,889,654	9,919,451,291	0.03	0.03
PT Duta Mas Kharisma Indah	4,891,935,451	4,891,935,451	0.01	0.02
Directors, Commisioners and Key Management	7,805,374,362	2,151,716,974	0.02	0.01
Other (below Rp1 billion each)	4,753,601,521	4,778,993,206	0.01	0.02
Total	27,361,800,988	21,742,096,922	0.07	0.08
Less : Allowance for Impairment in Value	(12,573,437,421)	(12,004,700,338)	(0.03)	(0.04)
Total Due from Related Parties Non-Trade - Net	14,788,363,567	9,737,396,584	0.04	0.04
Due to Related Parties Non-Trade				
PT Tirta Graha Sentana	2,215,692,479	2,215,692,479	0.01	0.01
Other (below Rp1 billion each)	1,163,585,640	1,612,599,640	0.01	0.01
Total Due to Related Parties Non-Trade	3,379,278,119	3,828,292,119	0.02	0.02
Deferred Income				
PT Mulia Persada Pertiwi	315,477,569,167	--	1.57	--
PT Matahari Putra Prima Tbk	134,362,277,359	561,270,815,716	0.67	3.28
Total Deferred Income	449,839,846,526	561,270,815,716	2.24	3.28
Long-Term Post-Employment Benefits Liability				
Directors, Commisioners and Key Management	12,220,099,936	8,776,903,677	0.06	0.05
Revenues				
PT Matahari Putra Prima Tbk	31,830,427,837	15,623,549,612	0.27	0.23
PT Mulia Persada Pertiwi	8,782,030,833	--	0.08	--
Total Revenues	40,612,458,670	15,623,549,612	0.35	0.23
Short-Term Post-Employment Benefits Expenses				
Directors, Commisioners and Key Management	65,178,996,257	46,813,837,437	3.07	3.05

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

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 revenue
PT Mulia Persada Pertiwi	Under Common Control	Deferred income and revenue
PT Bumi Lemahabang Permai	Under Common Control	Non-interest bearing intercompany charges, advances in connection with the cancellation of land
PT Surya Cipta Investama	Associate	Investment in shares of stock
PT Hyundai Inti Development	Associate	Investment in shares of stock
PT TTL Residences	Associate	Investment in shares of stock
PT Graha Teknologi Nusantara	Associate	Investment in shares of stock
PT Anho Biogenesis Prima Indonesia	Associate	Investment in shares of stock
PT Bank Nationalnobu Tbk	Under Common Control	Placement of cash and cash equivalents
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.

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

10. Investments in Associates

	Domicile	Percentage of Ownership	2014				Carrying Value
			Acquisition Cost	Accumulated Share in Profit (Loss) of Associates	Accumulated Dividend Received	Disposal of Investment	
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

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	Domicile	Percentage of Ownership	2013			Carrying Value Rp
			Acquisition Cost Rp	Accumulated Share in Profit (Loss) of Associates Rp	Accumulated Dividend Received Rp	
PT Surya Cipta Investama	Bekasi	49.81	32,964,983,496	33,586,780,421	--	66,551,763,917
PT Hyundai Inti Development	Bekasi	45.00	6,155,423,370	93,914,203,236	(88,784,873,862)	11,284,752,744
PT TTL Residences	Bekasi	25.00	28,031,250,000	--	--	28,031,250,000
PT Graha Teknologi Nusantara	Jakarta	20.00	15,295,000,000	(102,790,191)	--	15,192,209,809
Others (below Rp5 billion each)			25,143,494,000	(15,771,974,074)	--	9,371,519,926
Total			107,590,150,866	111,626,219,392	(88,784,873,862)	130,431,496,396

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 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 on associates as of December 31, 2014 and 2013:

	2014 Rp	2013 Rp
Total Agregat of Assets	319,836,110,450	227,654,875,973
Total Agregat of Liabilities	15,683,856,331	22,672,880,959
Total Agregat of Current Year Net Revenues	102,056,181,969	87,544,591,711
Total Agregat of Profit of the Year	25,721,854,533	21,136,365,153

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

11. Investment Property

	2014				December 31, Rp
	January 1, Rp	Addition Rp	Deduction Rp	Reclassification 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	<u>378,493,277,083</u>	<u>21,460,468,648</u>	--	--	<u>399,953,745,731</u>
Accumulated Depreciation					
Building	72,132,171,875	17,516,819,353	--	--	89,648,991,228
Total Accumulated Depreciation	<u>72,132,171,875</u>	<u>17,516,819,353</u>	--	--	<u>89,648,991,228</u>
Carrying Value	<u>306,361,105,208</u>				<u>310,304,754,503</u>

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	2013				December 31, Rp
	January 1, Rp	Addition Rp	Deduction Rp	Reclassification Rp	
Acquisition Cost					
Land	55,213,852,732	987,171,476	--	--	56,201,024,208
Building	300,367,484,281	21,924,768,594	--	--	322,292,252,875
Total Acquisition Cost	<u>355,581,337,013</u>	<u>22,911,940,070</u>	<u>--</u>	<u>--</u>	<u>378,493,277,083</u>
Accumulated Depreciation					
Building	53,835,480,132	18,296,691,743	--	--	72,132,171,875
Total Accumulated Depreciation	<u>53,835,480,132</u>	<u>18,296,691,743</u>	<u>--</u>	<u>--</u>	<u>72,132,171,875</u>
Carrying Value	<u>301,745,856,881</u>				<u>306,361,105,208</u>

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

	2014 Rp	2013 Rp
Rental Income	93,146,654,774	55,125,853,798
Direct Operating Cost Arises from the Rental Generated Investment Properties	33,647,438,937	31,616,560,654

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

	2014 Rp	2013 Rp
Cost of Sales and Services	3,557,448,201	3,704,071,207
Selling Expense	13,959,371,152	14,592,620,536
Total	<u>17,516,819,353</u>	<u>18,296,691,743</u>

The investment property has been insured against fire damage and other risks with an insured amount of Rp565,000,000,000 and USD1,000,000 as of December 31, 2014, Rp1,490,000,000,000 and USD 25,000 as of December 31, 2013, respectively. The Company and subsidiaries' management is in the opinion that the insured amount is adequate to cover any possible losses.

Based on the valuation reports of Kantor Jasa Penilai Publik Rengganis Hamid dan Rekan and Kantor Jasa Penilai Publik Ihot Dollar & Raymond, independent appraisers which are not related with the Company, dated June 30, 2013 and June 11, 2013, respectively, the fair value of all inventories (Note 6), investment property, and property and equipment (Notes 12) as of December 31, 2013, amounted to Rp46,653,601,000,000. The appraisers are member of MAPPI and has appropriate qualifications and experience in the property valuation. The valuation is conducted using the market data approach and in accordance with the Indonesian Valuation Standard 2007 and the code of ethics of Indonesian valuation.

The approach used by the appraiser are:

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

Management believes that the fair value as of December 31, 2014 was not impaired as compared to 2013.

Based on the evaluation of the value of investment properties as of December 31, 2014, management believes that there are no changes in circumstances indicate an impairment of investment properties.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

12. Property and Equipment

	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
	<u>3,610,840,992,012</u>	<u>437,101,891,731</u>	<u>2,219,516,750</u>	<u>177,412,343,901</u>	<u>4,223,135,710,894</u>
Construction in Progress	662,875,360,688	311,713,717,385	--	(137,397,120,119)	837,191,957,954
Total Acquisition Cost	<u>4,273,716,352,700</u>	<u>748,815,609,116</u>	<u>2,219,516,750</u>	<u>40,015,223,782</u>	<u>5,060,327,668,848</u>
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	<u>1,462,824,070,373</u>	<u>391,153,272,773</u>	<u>2,032,880,366</u>	<u>(379,304,184)</u>	<u>1,851,565,158,596</u>
Carrying Value	<u>2,810,892,282,327</u>				<u>3,208,762,510,252</u>
	2013				
	January 1, Rp	Addition Rp	Deduction Rp	Reclassification Rp	December 31, Rp
Acquisition Cost					
Direct Ownership					
Land	335,485,657,403	17,803,533,940	41,321,409,585	41,145,245,630	353,113,027,388
Building, Infrastructure and Renovations	711,798,619,937	932,239,176,953	922,002,565,113	121,582,597,841	843,617,829,618
Parks and Interiors	26,866,902,888	10,019,288,513	--	--	36,886,191,401
Golf Course and Club House	171,293,891,590	1,465,285,000	--	--	172,759,176,590
Transportation Equipment and Vehicles	36,818,875,481	7,474,148,560	--	--	44,293,024,041
Furniture, Fixtures and Office Equipment	426,756,519,156	185,571,934,855	208,681,380	(30,994,182,487)	581,125,590,144
Tools and Medical Equipment	905,566,792,488	398,124,750,707	7,571,079,015	34,531,389,087	1,330,651,853,267
Machinery and Project Equipment	215,011,736,822	16,255,008,343	6,151,600	(400,031,955)	230,860,561,610
Bowling Machinery	14,397,991,861	--	--	--	14,397,991,861
Playground Areas	5,738,703,291	--	--	(2,602,957,199)	3,135,746,092
	<u>2,849,735,690,917</u>	<u>1,568,953,126,871</u>	<u>971,109,886,693</u>	<u>163,262,060,917</u>	<u>3,610,840,992,012</u>
Construction in Progress	540,733,313,222	144,029,027,596	--	(21,886,980,130)	662,875,360,688
Total Acquisition Cost	<u>3,390,469,004,139</u>	<u>1,712,982,154,467</u>	<u>971,109,886,693</u>	<u>141,375,080,787</u>	<u>4,273,716,352,700</u>

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	2013				December 31, Rp
	January 1, Rp	Addition Rp	Deduction Rp	Reclassification Rp	
Accumulated Depreciation					
Direct Ownership					
Building, Infrastructure and Renovations	182,835,145,207	50,828,282,519	--	--	233,663,427,726
Parks and Interiors	19,635,460,003	1,571,345,944	--	--	21,206,805,947
Golf Course and Club House	133,640,168,275	10,008,461,151	--	--	143,648,629,426
Transportation Equipment and Vehicles	24,622,368,327	4,451,891,956	--	--	29,074,260,283
Furniture, Fixtures and Office Equipment	314,587,140,579	51,011,413,785	206,583,536	--	365,391,970,828
Tools and Medical Equipment	340,739,110,941	162,893,188,433	4,626,731,359	--	499,005,568,015
Machinery and Project Equipment	134,559,541,893	18,787,657,088	6,151,600	--	153,341,047,381
Bowling Machinery	14,337,021,968	19,592,707	--	--	14,356,614,675
Playground Areas	3,135,746,092	--	--	--	3,135,746,092
Total Accumulated Depreciation	1,168,091,703,285	299,571,833,583	4,839,466,495	--	1,462,824,070,373
Carrying Value	2,222,377,300,854				2,810,892,282,327

In 2014, the addition of property and equipment including from the acquired entity (see Notes 1.c and 45) with the acquisition cost of Rp154.614.736.423 and accumulated depreciation of Rp53.643.975.818.

In 2013, the addition of property and equipment including from the acquired entity (see Notes 1.c and 45) with the acquisition cost of Rp246,927,708,694 and accumulated depreciation of Rp29,272,544,334.

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 6). The addition of the Group's property and equipment, including non-cash transactions from accrued expenses amounted to Rp26,847,346,117.

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

Construction in progress includes hospitals and mall buildings. As of December 31, 2014, Construction in progress has reached 5% - 95% and estimated the completion within March 2015 until September 2016. Management believes there is no other matter which will hinder the completion.

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

	2014 Rp	2013 Rp
General and Administrative Expenses	190,834,682,806	152,004,745,205
Cost of Sales and Services	140,832,187,049	114,291,899,833
Selling Expenses	5,842,427,100	4,002,644,211
Total	337,509,296,955	270,299,289,249

Acquisition cost of property and equipment that have been fully depreciated and still in use as of December 31, 2014 and 2013 amounted Rp112,186,371,970 and Rp105,177,098,020, respectively.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

Details of the disposal on property and equipment of the Group for the years ended December 31, 2014 and 2013 are as follows:

	2014 Rp	2013 Rp
Acquisition Cost	2,219,516,750	286,675,568,900
Accumulated Depreciation	2,032,880,366	20,405,148,702
Book Value	186,636,384	266,270,420,198
Selling Price	665,198,588	814,869,309,976
Gain on Sale	478,562,204	548,598,889,778
Deferred gain on sale and leaseback transactions (Note 26)	--	475,274,403,794
Gain Credited to the Consolidated Statement of Comprehensive Income	478,562,204	73,324,485,984

In 2013, disposal on property and equipment of the Group mainly from sale of land and building of Siloam Hospitals Bali with carrying value amounting to Rp200,836,972,996 on March 26, 2013 and then leased back those assets (see Note 40.b) and the sale of the building by PT Almaron Perkasa, a subsidiary, to PT Tritunggal Mulia Nusantara with carrying value amounting to Rp62,502,955,497.

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

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

There is no borrowing cost capitalized into property and equipment.

The Group property and equipment have been insured against fire damage and other risks, with insured amount of Rp1,616,000,000,000 and USD1,000,000,000 as of December 31, 2014 and amounting to Rp2,039,000,000,000 and USD4,000,000 as of December 31, 2013, respectively. The Group's management is in the opinion that the insured amount is adequate to cover any possible losses.

The Group's management is in the opinion that there is no impairment in the carrying value of property and equipment as of December 31, 2014.

13. Intangible Assets

	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

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	2014			
	January 1, Rp	Addition Rp	Deduction Rp	December 31, Rp
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
	2013			
	January 1, Rp	Addition Rp	Deduction Rp	December 31, Rp
Acquisition Cost				
Goodwill	208,279,265,320	126,372,945,111	--	334,652,210,431
Software	19,053,913,246	1,981,937,537	--	21,035,850,783
Total Acquisition Cost	227,333,178,566	128,354,882,648	--	355,688,061,214
Accumulated Impairment and Amortization				
Impairment of Goodwill	9,099,999,902	9,560,604,416	--	18,660,604,318
Amortization of Software	3,595,604,556	1,590,878,929	--	5,186,483,485
Total Accumulated Impairment and Amortization	12,695,604,458	11,151,483,345	--	23,847,087,803
Carrying Value	214,637,574,108			331,840,973,411

The details of goodwill are as follows:

Acquirer Entity	Share Acquisition in	Year of Acquisition	Net Value	
			2014 Rp	2013 Rp
PT Tunggal Pilar Perkasa	PT Rashal Siar Cakra Medika	2014	101,776,732,211	--
PT Manunggal Bumi Sejahtera	PT Asiatic Sejahtera Finance	2014	64,794,498,390	--
PT Wisma Jatim Propertindo	PT Anugerah Bahagia Abadi	2014	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	315,991,606,113

The management believes that the indentified impairment that occurred for the years ended December 31, 2014 and 2013 have been assessed adequately.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

14. Advances

	2014 Rp	2013 Rp
Advances for Land Acquisition	964,586,377,005	622,100,496,508
Advances for Construction	548,203,926,343	208,339,100,001
Advances for Acquisition of Property and Equipment	89,474,806,976	93,978,166,821
Advances for Investments - PT Anugerah Bahagia Abadi	--	502,400,000,000
Others	109,176,570,364	29,611,986,498
Total	1,711,441,680,688	1,456,429,749,828

Advance for construction represents advance paid to contractor 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. Up to completion date of the consolidated 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.

On February 19, 2014, PT Gunung Halimun Elok (GHE), a subsidiary, entered into sales and purchase agreement on land located in Bintaro. As of December 31, 2014, 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 December 31, 2014, SIU has made total payment of Rp54,716,262,500.

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 December 31, 2014, total payment made by BPM amounted to Rp34,597,000,000.

On July 22, 2014, PT Great Jakarta Inti Development, 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 and has paid Rp 29,000,000,000 as advance payment.

On December 2, 2010, based on shares sale and purchase agreements, SIU, a subsidiary, will purchase shares ownership of PT Anugerah Bahagia Abadi (ABA) amounted to Rp549,686,500,000. On May 12, 2014, ABA was acquired by PT Wiswa Jatim Propertindo (see Notes 1.c and 45).

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

15. Land for Development

	2014		2013	
	Area sqm	Value Rp	Area sqm	Value Rp
The Company	1,001,010	204,957,334,722	1,001,010	203,350,714,722
Subsidiaries:				
PT Gowa Makassar Tourism Development Tbk	2,046,873	317,160,283,219	2,112,883	722,230,107,166
PT Lippo Cikarang Tbk	1,383,883	396,834,940,859	2,518,641	468,377,225,333
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	12,856,345,276	84,162	12,856,345,276
PT Bahtera Pratama Wirasakti	83,405	15,520,541,679	83,405	15,699,415,352
PT Surya Makmur Alam Persada	71,303	20,283,623,533	71,303	20,283,623,533
Total	6,416,179	1,136,227,496,536	5,098,306	1,611,411,858,630

In 2014, land for development amounting to Rp 441,635,251,200 was reclassified to inventory (see Note 6).

Land for development of the Company and subsidiaries are located at Curug Wetan Village, Curug Kulon, Sukabakti in Curug District; Serdang Wetan Village, Rancagong in Legok District; Ciakar Village, Serdang Kulon, Cukang Galih, Tangerang Regency, Banten; Cipambuan Village in Citeureup District, Bogor Regency, West Java; Sukaresmi, Cibatu, Cicau, Sukamukti, 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.

16. Accrued Expenses

	2014 Rp	2013 Rp
Estimated Cost for Construction	726,197,777,129	244,973,292,030
Interest	95,652,427,787	86,392,589,382
Endowment Care Fund	59,696,987,047	55,091,149,367
Hedging Premium of Call Spread Option	22,083,103,440	16,699,933,846
Contract Service	21,642,499,126	23,847,144,394
Cost of Goods Sold	19,079,289,656	12,135,538,175
Transfer of Ownership Tax	16,986,811,984	14,966,467,163
Professional Fees	1,624,616,670	15,218,437,089
Others (each bellow Rp10 billion)	162,466,039,961	82,283,922,062
Total	1,125,429,552,800	551,608,473,508

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

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

17. Taxation

a. Income Tax Expenses

	2014			2013		
	Company Rp	Subsidiaries Rp	Consolidated Rp	Company Rp	Subsidiaries Rp	Consolidated Rp
Current Tax Expenses						
- Final	7,675,691,277	364,753,566,219	372,429,257,496	4,058,987,507	163,973,096,288	168,032,083,795
- Non Final	25,394,547,628	162,224,285,978	187,618,833,606	–	138,215,844,158	138,215,844,158
Total Current Tax Expenses	33,070,238,905	526,977,852,197	560,048,091,102	4,058,987,507	302,188,940,446	306,247,927,953
Deferred Tax Expenses (Benefits)	2,829,144,155	(3,114,603,975)	(285,459,820)	1,918,033,283	24,173,051,049	26,091,084,331
Total Tax Expenses	35,899,383,060	523,863,248,222	559,762,631,282	5,977,020,790	326,361,991,495	332,339,012,284

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

	2014 Rp	2013 Rp
Profit before Tax as Presented		
in the Consolidated Statements of Comprehensive Income	3,694,978,541,909	1,924,830,226,980
<i>Deduct:</i> Income of Subsidiaries	(4,352,337,850,075)	(2,136,306,863,838)
The Company's Commercial Loss - Net	(657,359,308,166)	(211,476,636,858)
<i>Deduct:</i>		
Profit before Tax from Sale of Land and Buildings		
Subject to Final Tax	784,951,767,641	298,793,542,429
Rental Income Subject to Final Tax	(64,956,175,641)	(27,073,396,893)
The Company's Commercial Profit - Net	62,636,283,834	60,243,508,678
Temporary Differences		
Salaries and Employee Benefits	646,500,460	4,269,394,490
Depreciation of Direct Ownership of Property and Equipment	(4,659,630,335)	(4,638,080,876)
Deferred Gain on Sale and Leaseback Transactions	(7,303,446,744)	(7,303,446,744)
Subtotal	(11,316,576,619)	(7,672,133,130)
Permanent Differences		
Interest Income Subjected to Final Tax	(670,376,914)	(20,032,758,818)
Donation and Representation	382,271,772	378,882,028
Subtotal	(288,105,142)	(19,653,876,790)
Estimated Taxable Income for the Year	51,031,602,073	32,917,498,758
Estimated Current Tax - Company	12,757,900,518	--
Prior Period Current Tax Correction	12,636,647,110	--
Total Current Tax - Company	25,394,547,628	--
<i>Deduct:</i>		
Prepaid Income Tax		
Article 25	(237,945,168)	--
Article 23	(119,273,450)	--
Prior Period Current Tax	(12,636,647,110)	--
Estimated Current Tax Payable - Company	12,400,681,900	--
Fiscal loss carryforward:		
Year 2012	--	(140,714,970,628)
Year 2011	--	(117,567,525,998)
Year 2010	--	(14,180,639,173)
Year 2009	--	(10,011,515,492)
Accumulated Tax Loss - After Compensation	--	(249,557,152,533)

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

Until issuance date of these consolidated financial statements, the Company has not reported the 2014 annual Tax Return (SPT) to the tax office. Reported taxable income and tax expense for the year 2013 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:

	2014 Rp	2013 Rp
Estimated Income Tax - Subsidiaries	<u>702,767,803,760</u>	<u>724,508,086,578</u>
Current Tax Expenses - Non-Final	162,224,285,978	138,215,844,158
Tax Credit	<u>(62,005,152,503)</u>	<u>(71,065,232,506)</u>
Income Tax Payable Article 29 - Current Year	100,219,133,475	67,150,611,652
Income Tax Payable Article 29 - Prior Year	<u>12,757,900,518</u>	--
Income Tax Payable Article 29 - Subsidiaries	<u>112,977,033,993</u>	<u>67,150,611,652</u>
Prepaid Income Tax Article 28.a - Subsidiaries	<u>(6,991,456,142)</u>	<u>--</u>

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

	2014 Rp	2013 Rp
Profit before Tax as Presented in the Consolidated Statements of Comprehensive Income	3,694,978,541,909	1,924,830,226,980
<i>Deduct:</i>		
Income of Subsidiaries	(4,352,337,850,075)	(2,136,306,863,838)
Profit before Tax from Sale of Land and Buildings Subject to Final Tax	784,951,767,641	298,793,542,429
Rental Income Subject to Final Tax	<u>(64,956,175,641)</u>	<u>(27,073,396,893)</u>
The Company's Commercial Profit - Net	<u>62,636,283,834</u>	<u>60,243,508,678</u>
Income Tax Expense at Effective Tax Rate 25%	15,659,070,959	15,060,877,170
Interest Income Subject to Final Tax	(167,594,229)	(5,008,189,705)
Donation and Representation	95,567,943	94,720,507
Fiscal Loss Before Compensation	--	(8,229,374,690)
Correction on Final Tax Expense of the Company	12,636,647,110	--
Company Final Tax Expenses	<u>7,675,691,277</u>	<u>4,058,987,507</u>
Total Tax Expense of the Company	<u>35,899,383,060</u>	<u>5,977,020,789</u>
Tax Expense of the Subsidiaries		
Deferred Tax	(3,114,603,975)	24,173,051,049
Current Tax	162,224,285,978	138,215,844,158
Final Tax Expense	<u>364,753,566,219</u>	<u>163,973,096,288</u>
Total Tax Expense of the Subsidiaries	<u>523,863,248,222</u>	<u>326,361,991,495</u>
Total Tax Expense	<u>559,762,631,282</u>	<u>332,339,012,284</u>

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

b. Deferred Tax Asset and Liabilities

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

	January 1, 2014	Charged (Credited) to Consolidated Statements of Comprehensive Income	Additions from Business Combination	December 31, 2014
	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	9,204,139,494	161,625,115	--	9,365,764,609
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)
	16,169,335,036	(2,829,144,155)	--	13,340,190,881
Subsidiaries	34,194,193,287	4,645,279,868	76,024,196	38,915,497,351
Deferred Tax Assets	50,363,528,322	1,816,135,713	76,024,196	52,255,688,231
Subsidiaries				
Deferred Tax Liabilities	11,983,104,371	1,530,675,893	14,634,088,702	28,147,868,966
	January 1, 2013	Charged (Credited) to Consolidated Statements of Comprehensive Income	Additions from Business Combination	December 31, 2013
	Rp	Rp	Rp	Rp
The Company				
Amortization of Deferred Income from Sale and Lease Back Transactions	16,327,339,687	(1,825,861,686)	--	14,501,478,001
Estimated Long-term Employee Benefits Liabilities	8,136,790,871	1,067,348,623	--	9,204,139,494
Allowance Impairment in Value	2,965,626,608	--	--	2,965,626,608
Depreciation	(9,342,388,848)	(1,159,520,219)	--	(10,501,909,067)
	18,087,368,318	(1,918,033,283)	--	16,169,335,036
Subsidiaries	58,367,244,335	(24,173,051,049)	--	34,194,193,287
Deferred Tax Assets	76,454,612,653	(26,091,084,331)	--	50,363,528,322
Subsidiaries				
Deferred Tax Liabilities	6,653,250,000	--	5,329,854,371	11,983,104,371

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

c. Prepaid Taxes

	2014 Rp	2013 Rp
Income Taxes		
Article 21	2,344,514	--
Article 4 (2)	404,201,707,819	382,267,883,122
Article 22	296,725,405	260,743,240
Article 25	--	8,556,225,332
Article 28. a	6,991,456,142	--
Value Added Tax	209,977,210,971	184,968,606,737
Total	621,469,444,851	576,053,458,431

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

d. Taxes Payable

	2014 Rp	2013 Rp
Income Taxes		
Final	184,916,278,400	112,772,880,835
Article 21	24,287,992,522	19,079,056,965
Article 26	15,989,757	7,891,198,542
Article 29	125,377,715,893	67,150,611,652
Value Added Tax	309,217,624,885	41,907,332,951
Hotel and Restaurant Tax	2,832,043,246	4,188,942,866
Entertainment Tax	581,824,479	607,121,643
Total	647,229,469,182	253,597,145,454

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.

In 2013, PT Lippo Cikarang Tbk (LC), a subsidiary, received SKPKB for Income Tax Article 23, Article 29 and Article 4 (2) amounting to Rp50,129,679, Rp156,628,030 and Rp790,815,540, respectively, for fiscal year 2010. LC also received SKPKB for Income Tax Article 23, Article 29, Article 4 (2) and value added tax amounting to Rp3,785,657, Rp 935,630,248, Rp33,454,941 and Rp1,648,496,820, respectively, for fiscal year 2011. LC also received SKPKB for Income Tax Article 15, Article 23 and Article 4 (2) amounting to Rp1,406,160, Rp 59,389,247, Rp455,720,584 and Rp2,389,523,590, respectively, for fiscal year 2012.

18. Trade Accounts Payable – Third Parties

	2014 Rp	2013 Rp
Supplier	232,404,843,283	129,248,889,293
Contractor	85,793,000,925	202,546,875,818
Doctor Fees	74,649,048,117	63,239,958,115
Others	2,287,063,138	2,712,454,382
Total	395,133,955,463	397,748,177,608

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

19. Short-Term Bank Loans

	2014 Rp	2013 Rp
Third Parties		
PT Bank Negara Indonesia (Persero) Tbk	170,000,000,000	--
PT Bank Central Asia Tbk	3,540,195,011	4,927,167,196
PT Bank ICBC Indonesia	--	--
Total	173,540,195,011	4,927,167,196

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 received the Working Capital Facility (KMK) with maximum loan amounted Rp250,000,000,000. This facility bears an interest of 11.5% per annum and has maturity date on June 12, 2015. As of December 31, 2014, outstanding balance for this facility amounted to 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 received the Working Capital Facility (KMK) with maximum loan amounted Rp20,000,000,000. This facility bears an interest of 11,5% per annum and has maturity date on June 12, 2015. As of December 31, 2014, outstanding balance for this facility amounted 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. One (1) parcel of land with an area of 340 sqm with SHGB No. 3695 dated January 9, 1998 (Certificate due date January 9, 2028) which is registered under the name of Company (see Note 6).
2. One (1) parcel of land with an area of 15,235 sqm with SHGB No. 2866 dated April 4, 1997 (Certificate due date September 24, 2022) which is registered under the name of Company (see Note 6).
3. One (1) parcel of land with an area of 6,365 sqm with SHGB No. 4028 dated August 6, 1998 (Certificate due date August 6, 2028) which is registered under the name of Company (see Note 6).

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 credit agreement No. 54. Dated July 19, 2010 which was made in the presence of Hasan S.H., a notary in Jambi, which last renewal letter No. 0134/ADD/119/IV/14 dated April 16, 2014, 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. Colateral for this facility is as same as for long-term loan (see Note 21).

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 received the 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. This loan has been fully paid in December 24, 2014. Until the completion of the consolidated financial statements, this facility is still available.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

20. Other Current Financial Liabilities

	2014 Rp	2013 Rp
Third Parties		
Unidentified Payments	205,960,812,485	147,810,774,447
Other Payable	201,125,936,118	152,372,969,722
Total	407,086,748,603	300,183,744,169

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

21. Long-Term Bank Loans

	2014 Rp	2013 Rp
Third Parties		
Bank Pembangunan Daerah Kalimantan Timur	29,993,214,251	35,301,525,492
PT Bank Central Asia Tbk	12,967,725,976	19,451,588,973
PT Bank Bukopin Tbk	--	--
Total	42,960,940,227	54,753,114,465
Current Portion	12,435,856,488	11,792,174,233
Non-Current Portion	30,525,083,739	42,960,940,232

Bank Pembangunan Daerah Kalimantan Timur

Based on Deed of Credit Agreement No. 005/870/9200/KI.59/BPDKP/2008 dated February 25, 2008, PT Balikpapan Damai Husada (BDH), a subsidiary, obtained an investment credit facility (Non-PRK) with a maximum amount of Rp50,000,000,000 bear of 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.
- Supporting infrastructure, tools and machinery and medical equipment with the estimated value of Rp8,665,020,000.

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

Loan payments for the current year amounted to Rp5,308,311,241.

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.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

Both facilities bear an annual interest rate of 11% 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 5.83 times. As of December 31, 2014 and 2013, GFA has complied with the required debt ratio.

Loan payments for the current year amounted to Rp7,870,835,182.

PT Bank Bukopin Tbk

Based on Approval Letter of Restructuring Credit Amendment No. 2330/DKM/III/2011 dated March 8, 2011 and Letter of Respond to Credit Facility Application of PT Rashal Siar Cakra Medika (RSCM) No: 12344/DRPK/XII/2011 dated December 16, 2011, PT Bank Bukopin Tbk agreed to restructure such credit facility as follows:

- Investment Credit Facility amounted to maximum Rp52,000,000,000. This facility was used to build Asri Hospital.
- Investment Credit Facility "Interest During Construction" amounted Rp11.925.657.410.
- Investment Credit Facility amounted to maximum Rp6,000,000,000. This facility was used to providing healthcare equipments.
- Working Capital Facility amounted to Rp5,000,000,000.

These loan facilities bear interest rate of 11% per annum and will mature in December 2025.

As of December 18, 2014, RSCM has fully paid this loan amounted to Rp68,202,736,290.

22. Bonds Payable

	2014 Rp	2013 Rp
Nominal (2014: USD803,306,000; 2013: USD653,306,000)	9,993,126,640,000	7,963,146,834,000
Premium - Net	99,639,856,615	104,241,327,497
Bond Issuance Cost - Net	(312,155,200,064)	(319,548,553,605)
Total	9,780,611,296,551	7,747,839,607,892
Premium (net of discount)	123,373,700,000	120,884,407,499
Less: Accumulated Amortization	(23,733,843,385)	(16,643,080,002)
Unamortized Premium	99,639,856,615	104,241,327,497
Bond Issuance Costs	494,815,141,452	367,743,400,091
Less: Accumulated Amortization	(182,659,941,388)	(48,194,846,486)
Unamortized Bond Issuance Cost	312,155,200,064	319,548,553,605

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

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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

In relation to exchange offer of bonds, on May 11, 2010, Sigma Capital Pte. Ltd. (SC), a subsidiary, issued unsecured bonds with a nominal value of USD 270,608,000, and subsequently, on February 17, 2011, SC issued unsecured bond with a nominal value of USD 125,000,000, both bonds bear an annual fixed interest rate of 9% and are listed on Singapore Stock Exchange and will due on April 30, 2015. Payment of interest will be conducted every 6 months. The Company already fully paid this bond dated 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 USD 150,000,000 and subsequently, on October 22, 2012, TC issued unsecured bond with a nominal value of USD 100,000,000 both bonds bear an annual fixed interest rate of 7% and are listed on Singapore Stock Exchange. The bond have 7 years maturity period and will due on May 16, 2019. Payment of interest is conducted every 6 months. As of December 31, 2014 and 2013, accrued interest expense amounted to USD2,138,889 and USD2,138,889 (equivalent to Rp26,607,779,160 and Rp26,070,916,558), respectively.

In relation to exchange offer program of bonds, on November 14, 2012, TC, a subsidiary, issued unsecured bonds with nominal value of USD 273,306,000 in exchange with bond of SC for a nominal value of USD 253,713,000 and paid USD 22,666,000. This bonds bears an annual fixed interest rate of 6.125% and are listed on Singapore Stock Exchange and will due on November 14, 2020. Payment of interest is conducted every 6 months. As of December 31, 2014 and 2013, accrued interest expense amounted to USD 2,185,499 and USD 2,185,499 (equivalent to Rp27,187,607,560 and Rp26,639,047,677), respectively.

On January 14, 2013, TC, a subsidiary, issue unsecured bonds with a nominal value of USD 130,000,000 with a fixed interest rate of 6.125% per year and are listed on the Singapore Stock Exchange. The bonds will mature on November 14, 2020 and payment of interest is conducted every 6 months. As of December 31, 2014 and 2013 accrued interest expenses amounted to USD1,039,549 and USD1,039,549 (equivalent to Rp12,931,989,560 and Rp12,671,058,007), respectively.

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

On April 11, 2014, TC, a subsidiary, issue unsecured bonds with a nominal value of USD 150,000,000 with a fixed interest rate of 7% per year and are listed on the Singapore Stock Exchange. The bonds will mature on April 11, 2022 and payment of interest is conducted every 6 months. As of December 31, 2014 accrued interest expenses amounted to USD1,429,167 (equivalent to Rp17,778,837,480).

Interest and borrowing costs capitalized into inventories amounting to Rp575,116,386,833 and Rp459,290,949,723 for the years ended December 31, 2014 and 2013 (see Note 6).

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

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

The Company entered into Non-Deliverable USD Call Spread Option facility agreements with certain third parties to hedge foreign exchange fluctuation risk on these foreign currency denominated bonds (see Note 40.d).

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

23. Long-Term Post-Employment Benefits Liability

Post-Employment Benefits – No Funding Defined Benefit Plan

Group appointed independent actuaries to determine and recognize post-employment liability in accordance with the existing manpower regulations. Post-employment benefits liability as of December 31, 2014 and 2013 was calculated by PT Mega Jasa Aktuaria with reports dated February 9, 2015 and February 17, 2014, respectively. The management believes that the estimate of post-employment benefits is sufficient to cover such liabilities.

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

	2014	2013
	Rp	Rp
Present Value of Defined Benefit Obligation	257,671,574,762	181,367,280,459
Unrecognized Actuarial Loss	(28,747,373,900)	(1,956,959,473)
Unrecognized Past Service Cost (Non-Vested)	(468,627,003)	(1,020,541,706)
Obligation from Acquired Subsidiary	100,614,912	5,156,240,000
Adjustment	(10,161,924,517)	4,089,584,355
Total	218,394,264,254	187,635,603,635

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

	2014	2013
	Rp	Rp
Current Service Cost	36,811,614,330	26,735,963,631
Interest Expense	13,776,781,307	11,645,304,320
Past Service Cost (Non-Vested)	28,771,997	1,815,608,188
Recognized Actuarial Loss	11,850,549,863	(4,304,607,224)
Total	62,467,717,497	35,892,268,915

Post-employment benefits expense is recorded as part of salaries and employee's benefits expense (see Note 36).

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

	2014	2013
	Rp	Rp
Balance on January 1,	187,635,603,635	161,333,982,735
Payment of Employees' Benefits in the Current Year	(23,376,600,578)	(13,552,742,005)
Obligation from Acquired Subsidiary	100,614,912	5,156,240,000
Adjustment	(8,433,071,212)	(1,194,146,010)
Expense During the Year	62,467,717,497	35,892,268,915
Balance on December 31,	218,394,264,254	187,635,603,635

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

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

	2014 Rp	2013 Rp
Present Value of Defined Benefits Obligation in January 1,	181,367,280,459	201,016,264,584
Adjustment of Present Value of Previous Year	(499,110,181)	(6,927,906,313)
Current Service Cost	36,811,614,330	26,735,963,631
Interest Expense	13,776,781,307	11,645,303,320
Benefits Payment	(23,376,600,578)	(13,552,742,005)
Unrecognized Actuarial Gain (Loss)	49,591,609,425	(37,549,602,758)
Present Value of Defined Benefits Obligation as of December 31,	257,671,574,762	181,367,280,459

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

	2014 Rp	2013 Rp	2012 Rp	2011 Rp	2010 Rp
Present Value of Defined Benefit Liabilities	257,671,574,762	181,367,280,459	201,016,264,584	148,435,574,952	119,920,794,970
Asset Program	--	--	--	--	--
Deficit of the Program	257,671,574,762	181,367,280,459	201,016,264,584	148,435,574,952	119,920,794,970
Adjustment Arising on Fair Value Asset Program	--	--	--	--	--

Present value of defined benefit obligation, related current service cost and past service cost has been calculated by independent actuaries using the following assumptions for the years ended December 31, 2014 and 2013:

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

24. Advances from Customers

	2014 Rp	2013 Rp
Third Parties		
Residential Houses and Shophouses	2,297,609,438,130	2,590,061,395,457
Apartment	2,260,978,431,559	1,898,052,607,885
Land Lots	398,062,629,200	639,133,672,287
Shopping Centers	195,711,717,834	194,448,584,843
Total	5,152,362,216,723	5,321,696,260,472
Current Portion	2,456,690,149,393	3,076,033,864,066
Non-Current Portion	2,695,672,067,330	2,245,662,396,406

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

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

	2014	2013
	Rp	Rp
100%	3,461,924,959,363	3,575,702,238,185
50% - 99%	342,833,885,807	354,101,231,886
20% - 49%	365,433,924,067	377,444,027,682
Bellow 20%	982,169,447,486	1,014,448,762,719
Total	<u>5,152,362,216,723</u>	<u>5,321,696,260,472</u>

25. Deferred Income

	2014	2013
	Rp	Rp
Related Party		
Rent (see Notes 9 and 40.b)	449,839,846,526	561,270,815,716
Third Parties		
Rent	288,452,303,263	242,487,812,199
Others	41,892,708,709	24,816,595,543
Subtotal	<u>330,345,011,972</u>	<u>267,304,407,742</u>
Total Deferred Income	780,184,858,498	828,575,223,458
Current Portion	<u>362,175,439,809</u>	<u>112,750,964,416</u>
Non-Current Portion	<u>418,009,418,689</u>	<u>715,824,259,042</u>

26. Deferred Gain on Sale and Leaseback Transaction

	2014	2013
	Rp	Rp
Acquisition Cost	791,727,059,928	791,727,059,928
Accumulated Depreciation	<u>127,538,766,701</u>	<u>127,538,766,701</u>
Carrying Value	664,188,293,227	664,188,293,227
Proceeds	2,445,894,179,389	2,445,894,179,389
Less: Gain Credited to the Consolidated Comprehensive Income Statement	70,196,779,840	70,196,779,840
Deferred Gain on Sale and Leaseback Transaction	1,711,509,106,322	1,711,509,106,322
Foreign Exchange Translation	106,411,728,221	112,523,813,862
Accumulated Amortization	<u>(543,380,832,978)</u>	<u>(429,935,140,122)</u>
Deferred Gain on Sale and Leaseback - Net	1,274,540,001,565	1,394,097,780,062
Current Portion	<u>127,287,435,838</u>	<u>119,603,248,421</u>
Non-Current Portion	<u>1,147,252,565,727</u>	<u>1,274,494,531,641</u>

Deferred gain on sale and leaseback transactions is amortized over 15 years of lease period using the straight line method (see Note 40.b).

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

27. Capital Stock

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

Stockholders	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 bellow 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

Stockholders	2013		
	Total Shares	Percentage Ownership (%)	Issued and Fully Paid (Rp)
Pacific Asia Holdings Ltd	4,126,619,908	18.12	412,661,990,800
Public (each bellow 5%)	18,644,965,211	81.88	1,864,496,521,100
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

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//2012 Dated November 15, 2011	96,229,500	61,577,515,000
2012	175/LK-COS/VII/2012 Dated July 13, 2012	209,875,000	154,946,598,794
Total		306,104,500	216,524,113,794

28. Additional Paid in Capital - Net

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

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

Paid in Capital Excess of Par - Net

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

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.

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>

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	<u>Rp</u>
Net Asset Value of Lippo Land	69,227,950,557
Acquisition Cost	<u>(265,747,071,500)</u>
Difference in Value	<u>(196,519,120,943)</u>
Net Asset Value of Aryaduta	199,314,766,000
Acquisition Cost	<u>(39,637,690,500)</u>
Difference in Value	<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.

29. 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 amounted to Rp45.030.000.000. The excess of 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 PT Siloam International Hospitals Tbk (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 2 September 2013, PT Nilam Biru Bersinar, entitas anak, 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, PT Wisma Jatim Propertindo (WJP), a subsidiary, acquired shares of PT Gapura Sakti Prima (GSP) from Mr Abdul Wahid, a third party, and thus the ownership in GSP increased from 78.60% to 100%. The excess of acquisition cost over the subsidiaries' net assets amounted to Rp7,525,000,000 was recorded as difference in transactions with non-controlling interest.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

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:

	2014 Rp	2013 Rp
Shares Acquired from Non Controlling Interest		
Acquisition Cost	(343,713,642,857)	(298,683,642,857)
Net Asset Value of Acquired	101,827,714,166	82,546,068,559
Difference from Foreign Currency Translations	(21,105,562,928)	(21,105,562,928)
Sub total	(262,991,491,619)	(237,243,137,226)
Shares Disposal to Non Controlling Interest		
Purchase Consideration	911,100,000,000	53,100,000,000
Net Assets Disposed	(118,538,136,369)	(1,630,631,317)
Sub total	792,561,863,631	51,469,368,683
Total	529,570,372,012	(185,773,768,543)

30. 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.

31. Cash Dividend and Reserved Fund

Based on Deed of Extraordinary General Meeting of Stockholders No. 10 dated April 23, 2014 which was made in the presence of Sriwi Bawana Nawaksari, S.H. M.Kn., a notary in Tangerang, the Company's stockholders approved the payment of dividend amounting to Rp320,000,000,000 and increased the reserved fund amounting to Rp1,000,000,000 from retained earnings of 2013.

Based on Deed of Extraordinary General Meeting of Stockholders No. 48 dated April 24, 2013 which was made in the presence of Sriwi Bawana Nawaksari, S.H. M.Kn., a notary in Tangerang, the Company's stockholders approved the payment of dividend amounting to Rp270,000,000,000 and increased the reserved fund amounting to Rp1,000,000,000 from retained earnings of 2012.

32. Other Comprehensive Income

	2014 Rp	2013 Rp
Gain from Translations Financial Statements in Foreign Currency	670,172,145,549	552,703,272,840
Gain on Changes in Fair Value of Available-for-Sale Financial Assets	170,197,156,625	425,998,078,104
Total	840,369,302,174	978,701,350,944

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

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

	<u>2014</u>	<u>2013</u>
	Rp	Rp
<u>Investment FREIT (see Note 5)</u>		
Bridgewater International Ltd	573,756,360,982	375,905,410,056
Bowsprit Capital Corporation Ltd	131,109,596,159	70,913,125,198
PT Menara Tirta Indah	208,205,465,090	70,252,338,760
<u>Investment LMIRT (see Note 5)</u>		
Bridgewater International Ltd	(718,469,860,666)	(122,570,733,824)
LMIRT Management Ltd	(24,404,404,940)	31,497,937,914
Gain on Changes in Fair Value of Available-for-Sale Financial Assets	<u>170,197,156,625</u>	<u>425,998,078,104</u>

33. Non-Controlling Interests

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

	<u>2014</u>	<u>2013</u>
	Rp	Rp
PT Lippo Cikarang Tbk	1,223,472,643,690	830,079,502,803
PT Siloam International Hospitals Tbk	353,400,712,481	256,636,945,847
PT Gowa Makassar Tourism Development Tbk	187,692,216,973	137,102,308,674
PT Wahana Usaha Makmur	179,626,610,523	61,090,568,186
PT Dama Sarana Nusa Pratama	37,505,096,914	40,565,751,716
PT Metropolitan Permaisemesta	16,495,708,082	13,938,718,173
PT Pelangi Cahaya Intan Makmur	15,300,553,628	18,908,852,885
Others	27,783,034,090	18,375,592,342
Total	<u>2,041,276,576,382</u>	<u>1,376,698,240,626</u>

34. Revenues

	<u>2014</u>	<u>2013</u>
	Rp	Rp
Urban Development:		
Residential Houses and Shophouses	1,288,007,884,167	852,082,661,223
Land Lots	792,419,241,918	862,405,538,396
Memorial Park	154,312,510,936	134,214,946,955
Asset Enhancements	24,365,707,938	29,716,061,016
Others	3,385,837,313,260	5,288,128,634
Subtotal	<u>5,644,942,658,219</u>	<u>1,883,707,336,224</u>
Large Scale Integrated Development:		
Apartments	1,316,780,787,857	1,097,647,635,950
Asset Enhancements	18,573,230,831	25,147,592,566
Sub Total	<u>1,335,354,018,688</u>	<u>1,122,795,228,516</u>
Retail Malls:		
Asset Enhancements	301,814,592,074	193,271,769,970
Shopping Centres	5,002,190,010	8,552,883,629
Subtotal	<u>306,816,782,084</u>	<u>201,824,653,599</u>

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	2014 Rp	2013 Rp
Healthcare:		
Inpatient Department		
Medical Support Services and Professional Fees	745,130,966,397	557,491,595,635
Drugs and Medical Supplies	734,258,430,590	584,672,264,173
Ward Fees	286,678,643,530	199,932,759,295
Hospital Facility	104,826,015,261	72,130,669,241
Operating Theater	80,610,771,450	38,176,762,084
Administration Fees	73,809,842,167	60,925,550,284
Delivery Fees	1,239,777,548	860,233,118
Others	33,769,351,571	26,743,171,507
Outpatient Department		
Medical Support Services and Professional Fees	777,240,395,844	590,120,761,629
Drugs and Medical Supplies	390,739,191,326	298,529,196,482
Hospital Facility	36,017,024,986	21,596,402,810
Registration Fees	33,736,138,851	29,682,969,743
Others	42,736,822,351	22,737,656,915
Subtotal	<u>3,340,793,371,872</u>	<u>2,503,599,992,916</u>
Hospitality and Infrastructure:		
Hotels and Restaurants	293,057,746,657	312,743,171,033
Town Management	201,889,194,894	155,323,914,084
Water and Sewage Treatment	130,432,915,634	113,446,753,049
Recreation and Sports	68,579,335,428	61,136,773,634
Others	27,134,310,000	14,839,940,795
Subtotal	<u>721,093,502,613</u>	<u>657,490,552,595</u>
Property and Portfolio Management:		
Management Fees	<u>306,041,413,531</u>	<u>296,796,672,889</u>
Total Revenues	<u>11,655,041,747,007</u>	<u>6,666,214,436,739</u>

Management fees revenue represents revenue of shopping centers from management services and as manager of REIT. Revenue from asset enhancement represents revenue from rental of the Company's assets. Sales of Mall Kemang amounted to Rp3,371,771,428,571 to Lippo Malls Indonesia Retail Trust, is 28.93% of the consolidated net revenue for the year ended December 31, 2014. There are no sales above 10% of net revenues for the year ended December 31, 2013.

35. Cost of Sales

	2014 Rp	2013 Rp
Urban Development:		
Residential Houses and Shophouses	535,145,354,479	438,825,984,182
Land Lots	317,425,529,524	350,988,649,691
Memorial Park	28,293,223,900	22,268,690,851
Asset Enhancements	1,527,768,265	22,069,287,193
Others	1,993,498,656,624	1,469,127,809
Subtotal	<u>2,875,890,532,792</u>	<u>835,621,739,726</u>

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	2014 Rp	2013 Rp
Large Scale Integrated Development:		
Apartments	622,124,714,562	519,825,454,335
Asset Enhancements	1,669,031,205	15,404,837,946
Subtotal	<u>623,793,745,767</u>	<u>535,230,292,281</u>
Retail Malls:		
Asset Enhancements	4,547,897,815	585,721,722
Shopping Centres	2,008,687,932	2,209,281,444
Subtotal	<u>6,556,585,747</u>	<u>2,795,003,166</u>
Healthcare:		
Inpatient Department		
Professional Fees, Salaries and Employee Benefits	653,494,603,737	510,684,826,365
Drugs and Medical Supplies	460,438,028,755	371,705,835,179
Depreciation	118,051,021,086	96,631,001,394
Clinical Supplies	58,631,395,654	51,242,139,072
Food and Beverages	52,502,661,183	44,936,462,301
Referral Fees	24,937,753,143	26,250,164,720
Repair and Maintenance	7,062,956,240	5,156,945,349
Others	60,263,904,065	37,938,101,202
Outpatient Department		
Professional Fees, Salaries and Employee Benefits	453,472,276,368	337,183,777,951
Drugs and Medical Supplies	325,198,839,748	249,571,199,360
Depreciation	68,296,297,893	53,376,441,231
Clinical Supplies	30,969,518,309	23,940,358,038
Referral Fees	30,359,422,835	9,566,483,079
Repair and Maintenance	4,685,683,102	3,644,388,444
Others	40,366,691,953	23,073,928,027
Subtotal	<u>2,388,731,054,071</u>	<u>1,844,902,051,712</u>
Hospitality and Infrastructure:		
Town Management	155,281,378,967	105,457,745,911
Hotels and Restaurants	103,176,883,692	102,284,466,843
Water and Sewage Treatment	53,351,815,750	35,658,712,617
Recreation and Sports	21,433,100,567	19,348,013,593
Others	15,084,850,037	18,608,221,733
Subtotal	<u>348,328,029,013</u>	<u>281,357,160,697</u>
Property and Portfolio Management:		
Management Fees	14,364,162,798	119,665,262,858
Total Cost of Sales	<u>6,257,664,110,188</u>	<u>3,619,571,510,440</u>

Cost of sales Urban Development others mainly cost of sales Mall Kemang (see Note 35).

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

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

36. Operating Expenses

	2014	2013
	Rp	Rp
<u>Selling Expenses</u>		
Marketing and Advertising	291,407,255,832	200,565,774,870
Salaries and Employee Benefits	120,726,177,370	54,808,606,150
Management Fees	39,478,439,145	55,593,945,917
Repairs and Maintenance	28,891,084,990	25,993,339,754
Depreciation (see Notes 11 and 12)	19,801,798,252	18,595,264,747
Office Supplies	10,840,334,533	10,470,279,401
Transportation and Accommodation	10,176,612,357	7,527,769,723
Electricity and Water	6,830,996,415	5,335,713,741
Rent - Net	4,882,916,682	3,540,493,418
Others (Each Bellow Rp3 billion)	31,705,414,785	11,024,935,738
Total	564,741,030,361	393,456,123,459
<u>General and Administrative Expenses</u>		
Salaries and Employee Benefits	693,661,812,634	505,752,458,343
Rent - Net	148,558,026,776	61,721,498,936
Electricity and Water	143,839,489,020	123,589,146,309
Depreciation (see Note 12)	140,832,187,049	114,291,899,833
Professional Fees	110,168,319,135	64,546,781,928
Transportation and Accommodation	69,224,978,394	71,058,784,662
Office Supplies	43,835,595,928	38,515,470,733
Repairs and Maintenance	39,502,085,721	40,766,369,458
Communication	23,691,652,462	17,521,304,856
Training and Seminar	19,203,991,328	16,808,104,184
Insurance	14,576,720,402	9,324,001,000
Membership and Subscription Fees	11,250,762,690	17,108,665,881
Others (each bellow Rp5 billion)	97,478,891,696	59,770,593,235
Total	1,555,824,513,235	1,140,775,079,358
Total Operating Expenses	2,120,565,543,596	1,534,231,202,817

37. Financial Income (Charges) - Net

	2014	2013
	Rp	Rp
Interest Income	64,860,824,565	93,717,333,882
Financial Charges	(149,457,449,406)	(113,508,653,324)
Interest Expense	(37,454,092,961)	(6,920,410,262)
Financial Charges - Net	(122,050,717,802)	(26,711,729,704)

Interest income represents interest income from bank accounts, time deposits and restricted funds (see Notes 3 and 8), Financial charges represent 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 19 and 21).

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

38. Other Income (Expenses) - Net

	2014 Rp	2013 Rp
Other Income		
Increase in Fair Value of Derivative Instruments	214,531,093,095	295,913,516,562
Gain on Foreign Exchange - Net	182,190,664,762	--
Dividend Income	161,495,745,077	195,033,830,606
Penalties	17,174,121,425	20,818,774,443
Gain on Sale of Property and Equipment	478,562,204	55,530,027,004
Gain on Sale and Leaseback	--	17,794,458,980
Others - Net	19,575,792,733	--
Total Other Income	595,445,979,296	585,090,607,595
Other Expenses		
Amortization Expense	63,467,956,030	50,512,803,804
Loss on Foreign Exchange - Net	--	33,016,385,991
Others - Net	--	70,952,792,304
Total Other Expenses	63,467,956,030	154,481,982,099

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.

39. Basic Earnings Per Share

The calculation of basic earnings per share is as follows:

	2014	2013
Profit for the Years Attributable to Owners of the Parent Company (Rupiah)	2,547,285,310,439	1,228,230,222,876
Weighted Average Number of Common Stocks (Share)	22,771,585,119	22,771,585,119
Basic Earnings per Share (Rupiah)	111.86	53.94

40. Commitments

a. Operational and Management Agreement

- On August 20, 2004, the Company entered into an agreement with PT Untaian Rejeki Abadi (URA) whereby the Company will provide technical and marketing services to URA's business property with an area of 10,568 sqm up to May 27, 2034, which can be extended. URA shall pay a certain amount as specified in the agreement.
- On April 9, 2006, PT Lippo Malls Indonesia (LMI), a subsidiary, entered into shopping centers management agreement with their main stockholders to manage, to sell and maintain the shopping centers' facilities. LMI shall receive certain management service fee as stipulated in the agreement. Total management fee earned for the years ended December 31, 2014 and 2013 amounted to Rp75,200,000,000 and Rp65,200,000,000, respectively.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

- 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 December 31, 2014 and 2013 total outstanding commitment amounted to Rp1,630,000,000,000 and Rp969,000,000,000, respectively. Several of unrealized significant contracts as of December 31, 2014 are as follows:

Subsidiaries	Contractor	Contract Value (Rp billion)	Unrealized Contract Value (Rp billion)
PT Lippo Cikarang Tbk	PT Trilogi Surya Wisesa	286	246
PT Lippo Cikarang Tbk	PT Pembangunan Perumahan (Persero) Tbk	211	148
PT Lippo Cikarang Tbk	PT Lampiri - TSW jo	103	92
PT Mandiri Cipta Gemilang	PT Glenindo Citramandiri	159	66
PT Lippo Cikarang Tbk	PT Cipta Sarana Sukses Abadi	92	59
PT Lippo Cikarang Tbk	PT Karta Jaya Santosa	74	58
PT Lippo Cikarang Tbk	PT Utama Tiga Dihadja	68	57
PT Lippo Cikarang Tbk	PT Yesaya Ekasarana	59	44
PT Bimasakti Jaya Abadi	PT Pembangunan Perumahan (Persero) Tbk	137	43
PT Lippo Cikarang Tbk	PT Griya Indah Mitra Sejahtera	56	40
PT Mandiri Cipta Gemilang	PT Pangkal Multikarya	75	29
PT Mandiri Cipta Gemilang	PT Kone Indo Elevator	41	26
PT Mandiri Cipta Gemilang	PT Pembangunan Perumahan (Persero) Tbk	209	23
PT Titian Semesta Raya	PT Pembangunan Perumahan (Persero) Tbk	85	18
		1,655	949

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 Investment Pte. Ltd. and Got Pte. Ltd., whereas those Companies were owned by First Real Estate Investment Trust (First REIT). Based on rental agreement of Allen & Gledhill Advocates & Solicitors dated October 23, 2006, the Company entered into rental and management agreement of certain assets which have been transferred aforesaid, with KSS, GIP, TPI and SDP for 15 years. According to the agreement, the Company shall pay certain amount as stipulated in the agreement.

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

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Rental expense of sale and lease-back transaction for the years ended December 31, 2014 and 2013 amounted to Rp162,545,243,043 and Rp158,725,493,560, 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 SGD 33,333,333 and leased back the Property.

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

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

Rental expense of sale and lease-back transaction for the years ended December 31, 2014 and 2013 amounted to Rp19,376,430,554 and Rp17,299,866,398, respectively.

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

Rental expense for the years ended December 31, 2014 and 2013 amounted to Rp134,767,174,483 and Rp128,667,577,185, respectively.

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

Based on the agreement, Siloam Sriwijaya shall pay a rental fee amounted to Rp3,000,000,000 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.

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 years ended December 31, 2014, rent expense amounted to Rp2,024,955,226.

- 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.

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

Rental expense for the years ended December 31, 2014 and 2013 amounted to Rp58,800,000,000, 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 Tandiar 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 26).

Rental expense of sale and lease-back transaction above for the years ended December 31, 2014 and 2013 amounted to Rp40,250,000,000, 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 26).

Rental expense of sale and lease-back transaction for the year ended December 31, 2014 and 2013 amounted to Rp75,504,000,000 and Rp47,805,521,739.

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

Rental expense of sale and lease-back transaction above for the year ended December 31, 2014 and 2013 amounted to Rp72,228,000,000 and Rp43,964,869,565, 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 year ended December 31, 2014 and 2013 amounted to Rp1,272,895,508 and Rp1,039,562,172, respectively.

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

- 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

For the year ended December 31, 2014, rent expense is nil.

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;
- The right to operate and manage Siloam Hospitals Kupang;
- Property lease agreement that will be used as Siloam Hospitals Surabaya Sea Master, Siloam Hospitals Pluit and Siloam Hospitals Cempaka Putih; and
- The agreement to offer certain property to be operated as Siloam Hospitals Purwakarta, Siloam Hospitals Ambon, Siloam Hospitals Lubuk Linggau, Siloam Hospitals Manado Kairagi, Siloam Hospitals Serang and Siloam Hospitals Pekanbaru.

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

- On May 29, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with Morgan Stanley & Co, amounting to USD 50,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.26% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of December 31, 2014, the fair value of this facility amounted to USD6,620,334 (equivalent Rp82,356,950,691).
- On May 29, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with Deutsche Bank, Singapore branch, amounting to USD 50,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.26% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of December 31, 2014, the fair value of this facility amounted to USD6,748,840 (equivalent Rp83,955,572,659).
- On June 5, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with J.P Morgan (S.E.A) Limited, Singapore branch, amounting to USD25,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.18% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of December 31, 2014, the fair value of this facility amounted to USD3,796,656 (equivalent Rp47,230,401,368).
- On June 26, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with Nomura International plc, United Kingdom branch, amounting to USD 25,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.125% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of December 31, 2014, the fair value of this facility amounted to USD3,434,084 (equivalent Rp42,720,003,672).

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

- On October 29, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with BNP Paribas, Singapore branch, amounting to USD 115,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 0.69% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on November 16, 2020. As of December 31, 2014, the fair value of this facility amounted to USD17,306,958 (equivalent Rp215,298,559,904).
- On October 29, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with J.P Morgan (S.E.A) Limited, Singapore branch, amounting to USD 140,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 0.69% from notional amount. Premium will be paid every May 14 and November 14. This facility will due on November 14, 2020. As of December 31, 2014, the fair value of this facility amounted to USD21,866,546 (equivalent Rp272,019,833,836).
- On November 8, 2012, the Company entered into Non-Deliverable USD Call Spread Option facility with Morgan Stanley & Co, United Kingdom branch, amounting to USD 21,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 0.685% from notional amount. Premium will be paid every May 14 and November 14. This facility will due on November 14, 2020. As of December 31, 2014, the fair value of this facility amounted to USD2,766,285 (equivalent Rp34,412,589,717).
- On January 15, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Morgan Stanley & Co, United Kingdom branch, amounting to USD 97,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 0.525% from notional amount. Premium will be paid every May 14 and November 14. This facility will due on November 14, 2020. As of December 31, 2014, the fair value of this facility amounted to USD13,513,478 (equivalent Rp168,107,661,338).
- On January 25, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Nomura International plc, United Kingdom branch, amounting to USD 50,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.440% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of December 31, 2014, the fair value of this facility amounted to USD6,289,888 (equivalent Rp78,246,208,487).
- On January 25, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with BNP Paribas, Singapore branch, amounting to USD 30,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.075% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on November 16, 2020. As of December 31, 2014, the fair value of this facility amounted to USD3,966,780 (equivalent Rp49,346,739,784).
- On January 28, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with J.P Morgan (S.E.A) Limited, Singapore branch, amounting to USD 25,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.429% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of December 31, 2014, the fair value of this facility amounted to USD3,568,098 (equivalent Rp44,387,138,010).
- On January 28, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Deutsche Bank, Singapore branch, amounting to USD 25,000,000 for spread between Rp9,500 and Rp11,500 with an annual premium rate of 1.450% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of December 31, 2014, the fair value of this facility amounted to USD3,200,018 (equivalent Rp39,808,227,944).

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

- On September 26, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Deutsche Bank, Singapore branch, amounting to USD 50,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.83% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of December 31, 2014, the fair value of this derivative instruments amounted to USD3,055,060 (equivalent Rp38,004,948,727).
- On September 26, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with BNP Paribas Singapore branch, amounting to USD 100,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.80% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of December 31, 2014, the fair value of this derivative instruments amounted to USD6,881,160 (equivalent Rp85,601,629,264).
- On September 26, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Nomura International plc, British branch, amounting to USD 50,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.83% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of December 31, 2014, the fair value of this derivative instruments amounted to USD2,779,689 (equivalent Rp34,579,330,224).
- On September 27, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with J.P Morgan (S.E.A) Limited, Singapore branch, amounting to USD 50,000,000 for spread option between Rp11,500 and Rp12,500 with an annual premium rate between 0.83% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on May 16, 2019. As of December 31, 2014, the fair value of this derivative instruments amounted to USD3,569,087 (equivalent Rp44,399,436,600).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Deutsche Bank, Singapore branch, amounting to USD 75,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.70% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on Nopember 16, 2020. As of December 31, 2014, the fair value of this derivative instruments amounted to USD4,037,071 (equivalent Rp50,221,161,865).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with BNP Paribas Singapore branch, amounting to USD 63,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.695% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on Nopember 16, 2020. As of December 31, 2014, the fair value of this derivative instruments amounted to sebesar USD4,573,106 (equivalent Rp56,889,434,413).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Nomura International plc, British branch, amounting to USD 75,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.70% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on Nopember 16, 2020. As of December 31, 2014, the fair value of this derivative instruments amounted to USD3,396,974 (equivalent Rp42,258,361,930).
- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with J.P Morgan (S.E.A) Limited, Singapore branch, amounting to USD140,000,000 for spread option between Rp11,500 and Rp12,500 with an annual premium rate between 0.695% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on Nopember 16, 2020. As of December 31, 2014, the fair value of this derivative instruments amounted to USD10,428,192 (equivalent Rp129,726,711,752).

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

- On October 1, 2013, the Company entered into Non-Deliverable USD Call Spread Option facility with Morgan Stanley & Co International Plc, British branch, amounting to USD50,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate between 0.70% from notional amount. Premium will be paid every May 16 and November 16. This facility will due on Nopember 16, 2020. As of December 31, 2014, the fair value of this derivative instruments amounted to USD2,312,064 (ekuivalen Rp28,762,078,319).
- On April 24, 2014, the Company entered into Non-Deliverable USD Call Spread Option facility with Nomura International Plc, British branch, amounting to USD50,000,000 for spread between Rp11,500 and Rp12,500 with an annual premium rate 1.20% from notional amount. Premium will be paid every April 11 and October 11. This facility will due on April 11, 2022. As of December 31, 2014, the fair value of this derivative instruments amounted to USD2,346,903 (equivalent Rp29,195,471,030).
- On May 5, 2014, the Company entered into Non-Deliverable USD Call Spread Option facility with BNP Paribas, Singapore branch, amounting to USD50,000,000 for spread between Rp11,500 and Rp13,500 with an annual premium rate 1.14% from notional amount. Premium will be paid every April 11 and October 11. This facility will due on April 11, 2022. As of December 31, 2014, the fair value of this derivative instruments amounted to USD4,166,989 (equivalent Rp51,837,338,054).
- On May 5, 2014, the Company entered into Non-Deliverable USD Call Spread Option facility with Deutsche Bank, Singapore branch, amounting to USD50,000,000 for spread between Rp11,500 and Rp13,500 with an annual premium rate 1.205% from notional amount. Premium will be paid every April 11 and October 11. This facility will due on April 11, 2022. As of December 31, 2014, the fair value of this derivative instruments amounted to USD3,077,695 (equivalent Rp38,286,523,699).

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, 2015.

Loans secured by collateral of a piece land of 38,901 sqm and 85,180 sqm, with the Land Right (HGB) No. 178/Sukaresmi and No. 56/Sukaresmi, both registered under the name of PT Waska Sentana, a subsidiary (see Note 6).

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
 For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

41. Segment Information

2014 (In Thousand Rupiah)								
	Urban Development	Large Scale Integrated Development	Retail Malls	Healthcare	Property and Portfolio Management	Hospitality and Infrastructure	Elimination	Consolidated
	Rp	Rp	Rp	Rp	Rp	Rp		Rp
Revenues	5,689,566,486	1,335,354,019	306,816,782	3,340,793,372	306,041,414	721,093,503	(44,623,828)	11,655,041,747
Gross Profit	2,813,675,953	711,560,273	300,260,196	952,062,318	291,677,251	372,765,474	(44,623,828)	5,397,377,637
Selling Expenses	(290,456,311)	(87,676,651)	(67,346,631)	(27,260,696)	(77,840,735)	(23,949,786)	9,789,780	(564,741,030)
General and Administrative Expenses	(475,376,196)	(81,013,632)	(30,497,805)	(756,686,409)	(111,967,707)	(135,116,812)	34,834,048	(1,555,824,513)
Interest Income	60,848,535	16,262,176	1,677,702	15,432,527	266,783	1,391,204	(31,018,102)	64,860,825
Interest Expenses	(152,157,551)	(6,186,531)	(647,750)	(55,779,008)	(47,495)	(3,111,310)	31,018,102	(186,911,542)
Other Income (Expenses) - Net	539,736,109	4,445,740	(5,285,747)	(34,262,796)	43,757,572	(16,412,856)	--	531,978,023
Share in the Profit of Associates	929,482	--	--	--	--	7,309,661	--	8,239,143
Profit Before Tax	2,497,200,020	557,391,375	198,159,965	93,505,937	145,845,669	202,875,575	--	3,694,978,541
Tax Benefit (Expense)								
Current	(387,043,255)	(67,652,312)	(27,320,457)	(35,729,809)	(24,062,789)	(18,239,470)	--	(560,048,092)
Deferred	(5,873,894)	--	(1,286,378)	1,930,645	(480,376)	5,995,463	--	285,460
Profit for the Year	2,104,282,872	489,739,063	169,553,130	59,706,773	121,302,504	190,631,567	--	3,135,215,909
Profit for the year attributable to:								
Owner of the Parent Company	1,537,552,209	466,592,147	168,623,684	62,568,929	121,316,773	190,631,567	--	2,547,285,309
Non-Controlling Interest	566,730,663	23,146,916	929,446	(2,862,156)	(14,269)	--	--	587,930,600
	2,104,282,872	489,739,063	169,553,130	59,706,773	121,302,504	190,631,567	--	3,135,215,909
Segment Assets	22,590,151,301	8,010,801,081	2,125,591,618	2,842,743,551	1,368,658,094	699,991,286	--	37,637,936,932
Investment in Associates	121,640,349	--	--	--	--	1,643,413	--	123,283,762
Total Assets	22,711,791,650	8,010,801,081	2,125,591,618	2,842,743,551	1,368,658,094	701,634,699	--	37,761,220,694
Segment Liabilities	(14,318,710,549)	(4,238,691,606)	(503,842,378)	(774,603,292)	(58,214,624)	(220,709,202)	--	(20,114,771,650)
Capital Expenditures	143,112,204	57,105,930	60,848,059	331,304,899	20,369,690	33,729,051	--	646,469,833
Depreciation	36,554,786	6,130,322	3,450,408	267,121,643	1,603,652	40,165,306	--	355,026,116
Non-Cash Expenses Other than Depreciation	87,997,589	3,099,438	171,264	57,245,891	5,764,942	96,313	--	154,375,437

2013 (In Thousand Rupiah)								
	Urban Development	Large Scale Integrated Development	Retail Malls	Healthcare	Property and Portfolio Management	Hospitality and Infrastructure	Elimination	Consolidated
	Rp	Rp	Rp	Rp	Rp	Rp		Rp
Revenues	1,896,918,510	1,122,795,229	201,824,654	2,503,599,993	296,796,673	657,490,553	(13,211,175)	6,666,214,437
Gross Profit	1,061,296,772	587,564,936	199,029,650	658,697,941	177,131,410	376,133,392	(13,211,175)	3,046,642,926
Selling Expenses	(179,925,521)	(72,604,598)	(58,412,914)	(25,749,454)	(1,698,380)	(9,086,947)	6,541,217	(340,936,597)
General and Administrative Expenses	(351,231,316)	(40,952,349)	(12,396,741)	(557,015,511)	(98,940,891)	(139,427,756)	6,669,958	(1,193,294,606)
Interest Income	67,652,706	6,379,030	1,380,819	12,021,434	5,403,439	879,906	--	93,717,334
Interest Expenses	(79,046,283)	(14,654,324)	(161,888)	(18,945,083)	(4,525,265)	(3,096,221)	--	(120,429,064)
Other Income (Expenses) - Net	371,678,765	27,511,124	31,516,033	2,751,821	25,591,788	(28,440,906)	--	430,608,625
Share in the Profit of Associates	(16,871,528)	--	--	--	--	25,393,136	--	8,521,608
Profit Before Tax	873,553,595	493,243,819	160,954,959	71,761,148	102,962,101	222,354,604	--	1,924,830,227
Tax Benefit (Expense)								
Current	(179,575,202)	(57,397,141)	(18,407,151)	(24,241,975)	(17,546,085)	(9,080,374)	--	(306,247,928)
Deferred	(19,947,474)	--	--	2,673,314	(848,426)	(7,968,498)	--	(26,091,084)
Profit for the Year	674,030,919	435,846,678	142,547,808	50,192,487	84,567,590	205,305,732	--	1,592,491,215
Profit for the year attributable to:								
Owner of the Parent Company	332,690,777	415,499,510	140,296,128	49,870,419	84,567,656	205,305,732	--	1,228,230,223
Non-Controlling Interest	341,340,142	20,347,168	2,251,680	322,068	(66)	--	--	364,260,992
	674,030,919	435,846,678	142,547,808	50,192,487	84,567,590	205,305,732	--	1,592,491,215
Segment Assets	18,798,771,510	6,043,948,352	1,646,525,780	2,600,774,537	1,418,771,303	661,139,452	--	31,169,930,934
Investment in Associates	128,842,950	--	--	--	--	1,588,546	--	130,431,496
Total Assets	18,927,614,460	6,043,948,352	1,646,525,780	2,600,774,537	1,418,771,303	662,727,998	--	31,300,362,430
Segment Liabilities	12,568,111,643	2,988,954,758	391,031,818	961,782,758	62,382,436	150,525,712	--	17,122,789,125
Capital Expenditures	741,426,016	124,066,610	25,681,730	385,554,742	1,040,703	33,516,603	--	1,311,286,404
Depreciation	42,077,226	5,634,142	1,776,257	202,488,689	1,643,178	34,976,489	--	288,595,981
Non-Cash Expenses Other than Depreciation	22,548,599	35,227	--	35,004,609	2,736,341	26,080,297	--	86,405,073

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

42. Monetary Asset and Liabilities Denominated in Foreign Currencies

	2014					Equivalent in Rupiah
	Foreign Currencies					
	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	--	--	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)
	2013					
	Foreign Currencies					
	USD	JPY	SGD	EUR	AUD	Equivalent in Rupiah
Assets						
Cash and Cash Equivalents	12,863,184	113,800	22,610,315	23,173	168,145	376,713,194,300
Trade Accounts Receivable	3,381,652	--	5,704,505	--	--	96,141,930,368
Other Current Financial Assets	49,950	--	5,813,685	--	--	56,582,999,730
Total Assets	16,294,786	113,800	34,128,505	23,173	168,145	529,438,124,398
Liabilities						
Trade Accounts Payable	--	--	3,516,878	--	--	33,860,501,384
Accrued Expenses	1,373,082	--	780,424	--	--	24,250,418,770
Bonds Payable	653,306,000	--	--	--	--	7,963,146,834,000
Total Liabilities	654,679,082	--	4,297,302	--	--	8,021,257,754,154
Net Assets (Liabilities)	(638,384,296)	113,800	29,831,203	23,173	168,145	(7,491,819,629,756)

In relation with liability balances denominated in foreign currencies, the Company has entered into several contracts derivatives with other parties to manage the risk of foreign currency exchange rates (see Note 40.d).

43. 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.

Up to completion date of the consolidated financial statements, SIH is still pursuing remedy reconsideration to the Supreme Court.

- 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

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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. Up to completion date of the consolidated 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 date July 23, 2013 and was upheld on December 18, 2013, through the decision of the High Court of Jambi No. 63/PDT/2013/PT.JBI. On February 5, 2014, the plaintiff filed appeal to the Supreme Court. Up to completion date of the consolidated 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. Up to completion date of the consolidated 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 Reconviction Plaintiff of 59,996 sqm land area located in Maccini Sombala Village, Ujung Pandang Municipal. Up to completion date of the consolidated financial statements, the case is still under appeal.
- Based on the 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. Up to completion date of the consolidated 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 the 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 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 the case No. 218/Pdt.G/2013/PN.Mks, GMTD is the plaintiff of 21,023.17 sqm land area located in Lette Village, Mariso District, Ujung Pandang Municipal. Up to completion date of the consolidated financial statements, the case is still under appeal.
- Based on the case No. 62/G/2013/PTUN.Mks, GMTD is the plaintiff of 17,704 sqm land area located in Tanjung Merdeka Village, Tamalate District, Makassar. Up to completion date of the consolidated financial statements, the case is still under appeal.
- Based on the case No. 57/G.TUN/2013/PT.TUN.Mks Tahun 2013, GMTD is the plaintiff of 19,995 sqm land area, located in Maccini Sombala Village, Tamalate District, Makassar. Up to completion date of the consolidated financial statements, the case is still under appeal.
- Based on the case No. 342/Pdt.G/2014, GMTD is Plaintiff of 30,376 sqm land area, located in Maccini Sombala Village, Tamalate District, Makassar. Up to completion date of the consolidated financial statements, the case is still in the process of examination in the District Court of Makassar.

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

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

- Based on the case 293/Pdt.G/2014/PN.Mks, GMTD is the plaintiff of 28,000 sqm land area, located in Tanjung Merdeka Village, Tamalate District, Makassar. Up to completion date of the consolidated financial statements, the case is still in the process of examination in the District Court of Makassar.
- Based on the 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. Up to completion date of the consolidated financial statements, the case is still in the process of examination in the District Court of Makassar.
- 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. Up to completion date of the consolidated financial statements, the case is still in the process of examination in the State Administrative Court of Makassar.
- Based on case letter 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. Up to completion date of the consolidated financial statements, the case is still in the process of examination in the Makassar District Court.
- Based on the 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. Up to completion date of the consolidated financial statements, the case is still under appeal.
- Based on the case No. 318/Pdt.G/2013/PN.Mks, GMTD is the Defendant of 10,000 sqm land area located in Panambungan Mariso District, Makassar. Up to completion date of the consolidated financial statements, the case is still under appeal.
- Based on the case 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. Up to completion date of the consolidated financial statements, the case is still in the process of examination in the District Court of Makassar.
- Based on the 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 Cape Merdeka Village, Tamalate District, Makassar. Up to completion date of the consolidated financial statements, there has been no statement from the plaintiff as the loss party.
- Based on the case 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. Up to completion date of the consolidated financial statements, there has been no statement from the plaintiff as the loss party.
- Based on the 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. Up to completion date of the consolidated financial statements, the case is still under appeal.
- Based on the case No. 80/G.TUN/2013/PT.TUN.Mks, GMTD is the Defendant of 16,600 sqm land area located in Tanjung Bunga, Mattoangin Village, Mariso District, Makassar. Up to completion date of the consolidated financial statements, the case is still under appeal.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

- Based on the case No. 64/Pdt.G/2012/PN.Mks, GMTD is the Defendant II of 5,633 sqm land area, located in Tanjung Merdeka Village, Tamalate District, Makassar. Up to completion date of the consolidated financial statements, the case is still under appeal.
- Based on the case No. 219/Pdt.G/2012/PN.Mks, GMTD is the Defendant II of 600 sqm land area, located in Maccini Sombala Village, Tamalate District, Makassar. Up to completion date of the consolidated financial statements, the case is still under appeal.
- Based on the cases No129/Pdt.Plw/2010/PN.Mks and No. 228/Pdt.G/2013/PN.Mks, GMTD is the Defendant of 7,335 sqm land area, located in Tanjung Merdeka Village, Tamalate District, Makassar. Up to completion date of the consolidated financial statements, the case is still under appeal

44. Financial Instruments and Financial Risk Management

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

(i) **Credit Risk**

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

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:

	2014					Total
	Not Yet Due	Overdue			Total	
		0 - 90 Days	91 - 180 Days	> 181 Days		
Rp	Rp	Rp	Rp	Rp	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	561,596,218,297	--	--	--	--	561,596,218,297
Available-for-Sale						
Others Current Financial Asset	5,502,958,263,108	--	--	--	--	5,502,958,263,108
Others Non-Current Financial Asset	58,329,023,011	--	--	--	--	58,329,023,011
Total Financial Assets	12,705,574,796,871	263,864,814,021	76,710,157,153	252,083,632,848	592,658,604,022	13,298,233,400,893

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)
For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

	2013					Total Rp
	Not Yet Due Rp	Overdue			Total Rp	
		0 - 90 Days Rp	91 - 180 Days Rp	> 181 Days Rp		
Financial Assets						
Fair value through profit or loss						
Derivative	1,089,358,745,423	--	--	--	--	1,089,358,745,423
Loans and Receivables						
Cash and Cash Equivalents	1,855,051,780,961	--	--	--	--	1,855,051,780,961
Trade Accounts Receivable	342,416,433,304	213,404,687,766	62,040,508,116	203,876,478,031	479,321,673,913	821,738,107,217
Other Current Financial Assets	585,505,221,003	--	--	--	--	585,505,221,003
Due from Related Parties Non-trade	9,737,396,584	--	--	--	--	9,737,396,584
Other Non-Current Financial Assets	460,469,077,258	--	--	--	--	460,469,077,258
Available-for-Sale						
Others Current Financial Asset	5,109,971,815,786	--	--	--	--	5,109,971,815,786
Others Non-Current Financial Asset	58,329,023,011	--	--	--	--	58,329,023,011
Total Financial Assets	9,510,839,493,330	213,404,687,766	62,040,508,116	203,876,478,031	479,321,673,913	9,990,161,167,243

The Group has provided allowance for impairment on due trade accounts receivable (see Note 4).

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) 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 40.d).

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

	2014					Equivalent in Rupiah
	Foreign Currencies					
	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)

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	2013					Equivalent in Rupiah
	Foreign Currencies					
	USD	JPY	SGD	EUR	AUD	
Assets						
Cash and Cash Equivalents	12,863,184	113,800	22,610,315	23,173	168,145	376.713.194.300
Trade Accounts Receivable	3,381,652	--	5,704,505	--	--	96.141.930.368
Other Current Financial Assets	89,372,282	--	542,632,857	--	--	6.313.827.892.494
Other Non-Current Financial Assets	49,950	--	5,813,685	--	--	56.582.999.730
Total Assets	105,667,068	113,800	576,761,362	23,173	168,145	6.843.266.016.892
Liabilities						
Trade Accounts Payable	--	--	3,516,878	--	--	33.860.501.384
Accrued Expenses	1,373,082	--	780,424	--	--	24.250.418.770
Bonds Payable	653,306,000	--	--	--	--	7.963.146.834.000
Total Liabilities	654,679,082	--	4,297,302	--	--	8.021.257.754.154
Net Assets (Liabilities)	(549,012,014)	113,800	548,446,542	23,173	168,145	(1.177.991.737.262)

Sensitivity analysis

A hypothetical 10% decrease in the exchange rate of the Rupiah against the USD currency would increase profit before tax by Rp13,922,888,981 (2013: Rp43,840,784,437).

A hypothetical 10% decrease in the exchange rate of the Rupiah against the SGD currency would increase profit before tax by Rp200,761,360,798 (2013: Rp31,383,402,097).

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

(iii) **Interest Rate Risk**

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

(iv) **Liquidity Risk**

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

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

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

	2014				Total Rp
	Will Due On			Maturity not Determined Rp	
	Less Than 1 Year Rp	1 - 5 Years Rp	More than 5 Years 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	477,853,410,485	12,013,912,971,302

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	2013				Total Rp
	Will Due On			Maturity not Determined Rp	
	Less Than 1 Year Rp	1 - 5 Years Rp	More than 5 Years Rp		
Measured at amortized cost					
Trade Accounts Payable - Third Parties	397,748,177,608	--	--	--	397,748,177,608
Accrued Expenses	551,608,473,508	--	--	--	551,608,473,508
Short-Term Post-Employment Benefits Liability	13,318,752,901	--	--	--	13,318,752,901
Other Current Financial Liabilities	--	--	--	300,183,744,169	300,183,744,169
Short-Term Bank Loan	4,927,167,196	--	--	--	4,927,167,196
Long-Term Bank Loan	11,792,174,233	42,960,940,232	--	--	54,753,114,465
Due to Related Parties Non-trade	--	--	--	3,828,292,119	3,828,292,119
Bonds Payable	--	--	7,747,839,607,892	--	7,747,839,607,892
Other Long-Term Financial Liabilities	--	--	--	50,996,677,731	50,996,677,731
Total	979,394,745,446	42,960,940,232	7,747,839,607,892	355,008,714,019	9,125,204,007,589

(v) **Price Risk**

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

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

Sensitivity analysis

A hypothetical 1% decrease in the AFS price in the market would cut Unrealized Gain on Changes in Fair Value of Available-for-Sale Financial Assets by Rp55,029,582,631 (2013: Rp51,099,718,149).

Fair Value Estimation

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

	2014		2013	
	Carrying Value Rp	Fair Value Rp	Carrying Value Rp	Fair Value Rp
Financial Assets				
Fair value through profit or loss				
Derivative	1,787,652,313,287	1,787,652,313,287	1,089,358,745,423	1,089,358,745,423
Loans and Receivable				
Cash and Cash Equivalents	3,529,169,475,504	3,529,169,475,504	1,855,051,780,961	1,855,051,780,961
Trade Accounts Receivable	951,103,629,896	951,103,629,896	771,671,659,700	771,671,659,700
Other Current Financial Assets	820,399,687,755	820,399,687,755	579,151,927,041	579,151,927,041
Due from Related Parties Non-trade	14,788,363,567	14,788,363,567	9,737,396,584	9,737,396,584
Other Non-Current Financial Assets	561,596,218,297	561,596,218,297	460,469,077,258	460,469,077,258
Available-for-Sale				
Other Current Financial Assets	5,502,958,263,108	5,502,958,263,108	5,109,971,815,786	5,109,971,815,786
Other Non-Current Financial Assets	58,329,023,011	58,329,023,011	58,329,023,011	58,329,023,011
Total Financial Assets	13,225,996,974,425	13,225,996,974,425	9,933,741,425,764	9,933,741,425,764
Financial Liabilities				
Measured at amortized cost				
Trade Accounts Payable - Third Parties	395,133,955,463	395,133,955,463	397,748,177,608	397,748,177,608
Accrued Expenses	1,125,429,552,800	1,125,429,552,800	551,608,473,508	551,608,473,508
Short-Term Post-Employment Benefits Liability	407,086,748,603	407,086,748,603	300,183,744,169	300,183,744,169
Other Current Financial Liabilities	18,383,620,765	18,383,620,765	13,318,752,901	13,318,752,901
Short-Term Bank Loan	173,540,195,011	173,540,195,011	4,927,167,196	4,927,167,196
Long-Term Bank Loan	3,379,278,119	3,379,278,119	3,828,292,119	3,828,292,119
Due to Related Parties Non-trade	30,525,083,739	30,525,083,739	54,753,114,465	54,753,114,465
Bonds Payable	9,780,611,296,551	9,991,818,947,200	7,747,839,607,892	7,640,820,893,622
Other Long-Term Financial Liabilities	67,387,383,763	67,387,383,763	50,996,677,731	46,480,631,284
Total Financial Liabilities	12,001,477,114,814	12,212,684,765,463	9,125,204,007,589	9,013,669,246,872

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

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

The fair value of derivative instruments and other long-term liabilities are estimated using valuation techniques with unobservable input portion (Level 2). The fair value of investments available for sale and bonds payable was quoted in an active market (Level 1).

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

	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	--	--
Other Non-Current Financial Assets	58,329,023,011	--	--	58,329,023,011
	2013 Rp	Level 1 Rp	Level 2 Rp	Level 3 Rp
Fair value through profit or loss - Derivative	1,089,358,745,423	--	1,089,358,745,423	--
Available-for-Sale				
Other Current Financial Assets	5,109,971,815,786	5,109,971,815,786	--	--
Other Non-Current Financial Assets	58,329,023,011	--	--	58,329,023,011

45. Business Combination

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.

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
Acrued Expenses	(53,323,621)
Tax Payable	(9,910,944)
Post-Employment Benefits Liability	(304,096,783)
Net Assets	15,205,501,610
Proportion 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

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

Goodwill arising from the acquisition amounted to Rp64,794,498,390 (see Note 13) 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 statement of 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 statement of 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:

	<u>Rp</u>
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
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	<u>543,894,892,440</u>
Proportion Acquired	<u>100%</u>
Share of Fair Value of Net Assets	543,894,892,440
Goodwill	5,791,607,560
Total Purchase Consideration	<u>549,686,500,000</u>

Goodwill arising from the acquisition amounted to Rp5,791,607,560 (see Note 13) 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 statement of comprehensive income.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

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 statement of 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 Tunggal 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:

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

Goodwill arising from the acquisition amounted to Rp101,776,732,211 (see Note 13) 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.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

Total revenue and loss before tax of RSCM since the date of acquisition which are included in the consolidated to comprehensive income statement 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.

Acquisition of PT Medika Sarana Traliansia (MST)

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

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

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

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

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

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

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

PT LIPPO KARAWACI Tbk AND SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

For the Years Ended December 31, 2013 and 2012
(Expressed In Full Rupiah, Unless Otherwise Stated)

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

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

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

46. Non-Cash Transactions

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

- As of December 31, 2014, addition of AFS investment in Bridgewater International Ltd, a subsidiary, amounted to SGD45,000,000 (equivalent Rp419,983,000,000) through property sales of Mall Kemang to LMIR Trust.
- As of December 31, 2014, addition of AFS investment from management fee amounted to 4,007,826 unit, 1,056,264 unit and 5,761,962 unit First REIT (equivalent Rp41,443,193,780, Rp11,062,553,461 and Rp70,223,391,500) in Brigdewater International Ltd, PT Menara Tirta Indah and Bowsprit Capital Corporation Ltd, respectively, and addition of AFS investment amounted to 12,427,536 unit of LMIR Trust (equivalent Rp46,133,184,680) in LMIRT Management Ltd.
- As of December 31, 2014, acquisition of subsidiaries through realization of advances amounted to Rp502,400,000,000.
- As of December 31, 2014, payable on the acquisition of subsidiaries amounted to Rp20,366,632,213.
- As of December 31, 2014 and 2013, addition of property and equipment in subsidiaries through realization of advances on purchase of property and equipment amounted to Rp26,847,346,117 and Rp141,582,484,925, respectively.
- As of December 31, 2013, addition of AFS investment in Bridgewater International Ltd, a subsidiary, amounted to SGD 50,000,000 (equivalent Rp387,850,000,000) through property sales of Siloam Hospitals Simatupang to First REIT.
- As of December 31, 2013, addition of AFS investment from management fee amounted to 6,229,582 unit of First REIT (equivalent Rp67,895,054,814) in Bowsprit Capital Corporation Ltd and AFS investment amounted to 14,595,461 unit of LMIR Trust (equivalent Rp64,363,856,915) in LMIRT Management Ltd.
- As of December 31, 2013, share issuance costs of SIH, a subsidiary, which is still outstanding amounted to Rp1,899,274,884.
- As of December 31, 2013, addition of property and equipment in subsidiaries through accrued expenses amounted to Rp36,097,496,473.

47. 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.

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

For the Years Ended December 31, 2013 and 2012
 (Expressed In Full Rupiah, Unless Otherwise Stated)

	2014 Rp	2013 Rp
Net Liabilities:		
Total Liabilities	20,114,771,650,490	17,122,789,125,041
Less: Cash and Cash Equivalents	<u>(3,529,169,475,504)</u>	<u>(1,855,051,780,961)</u>
Net Liabilities	<u>16,585,602,174,986</u>	<u>15,267,737,344,080</u>
Total Equity	17,646,449,043,205	14,177,573,305,225
Less: Other Components of Equity	<u>(4,535,852,966,051)</u>	<u>(3,294,262,538,510)</u>
Adjusted Equity	<u>13,110,596,077,154</u>	<u>10,883,310,766,715</u>
Net Liability Ratio to Adjusted Equity	<u><u>1.27</u></u>	<u><u>1.40</u></u>

48. Events After Reporting Date

On February 6, 2015, PT Safira Prima Utama and PT Kalimaya Pundi Bumi, both subsidiaries, disposed respectively, 75,300,000 or 6.51% and 17,500,000 or 1.51% of share ownership in PT Siloam International Hospitals Tbk (SIH) at Rp12.250 per share or Rp1,136,800,000,000. Post transaction, Group share ownership in SIH become 70.83%.

49. Recent Development of Financial Accounting Standards (SAK)

The followings New and Interpretations of Financial Accounting Standard are effective on 1 January 2015 to the Group's consolidated financial statements:

- 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 Tax"
- PSAK No. 48 (Revised 2014) "Asset Impairment"
- 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 which will be effective in the financial year beginning January 1, 2015 is as follow:

- ISAK No. 26 (Revised 2014) "Reassessment of Embedded Derivative"

Early implementation PSAKs and ISAK is not allowed. As at the authorisation date of these consolidated financial statements, the Management is still evaluating the potential impact of the new and revised PSAKs and ISAK.

50. Responsibility and Issuance for the Consolidated Financial Statements

The management of the Company is responsible for the preparation and presentation of the consolidated financial statements. The consolidated financial statements were authorized for issuance by Directors on March 3, 2015.