

AUDITED FINANCIAL STATEMENTS
LIMITED COMPANY (PERSERO) PT ANEKA TAMBANG
BALANCE SHEETS
31ST DECEMBER, 1994, 1995, 1996
(In Millions of Indonesian Rupiah, Except Share Data)

	1994 Rp	31 ST December 1995 Rp	1996 Rp
ASSETS			
CURRENT ASSETS			
Cash on hand and in banks	16,639	2,758	5,559
Time deposits	30,000	18,000	-
Accounts receivable			
Trade - net of allowance for doubtful			
Accounts of Rp 30 in 1994,			
Rp 482 in 1995, Rp 1021 in			
1996 and Rp 121 in 1997.	10,352	5,882	19,614
Third parties	600	44	-
Affiliates	2,574	3,499	4,977
Others	63,155	66,931	77,141
Inventories	6,558	3,446	10,734
Prepaid taxes	1,118	2,969	3,115
Prepaid expenses and other current assets	<u>130,996</u>	<u>103,529</u>	<u>121,140</u>
Total Current Assets			
INVESTMENTS IN SHARES OF			
STOCK	-	-	5,750
PROPERTY, PLANT AND			
EQUIPMENT			
Carrying value	3,390	8,849	15,440
Accumulated depreciation and amortization	(89,025)	(122,317)	(157,150)
Net Book Value	520,535	523,930	544,627
OTHER ASSETS			
Estimated claims for tax refund	<u>3,390</u>	<u>8,849</u>	<u>15,440</u>
Deferred exploration and development			
Costs	4,211	2,945	9,996
Deferred environmental protection and			
Rehabilitation costs - net	-	17,302	15,451
Deferred charges - net	946	1,093	4,151
Prepaid pension costs	-	1,406	4,311
Others	3,068	1,189	2,375
Total Other Assets	<u>11,615</u>	<u>32,784</u>	<u>51,724</u>
TOTAL ASSETS	<u>663,146</u>	<u>660,243</u>	<u>723,241</u>

LIMITED COMPANY (PERSERO) PT ANEKA TAMBANG
BALANCE SHEETS
31ST DECEMBER, 1994, 1995, 1996
(In Millions of Indonesian Rupiah, Except Share Data)

	Rp	31 ST December Rp	Rp
<u>LIABILITIES AND STOCKHOLDER'S EQUITY</u>			
CURRENT LIABILITIES			
Short - term loans			
Accounts payable	35,210	15,126	54,455
Trade			
Third parties			
Affiliates	5,588	10,780	12,708
Others	510	798	838
Accrued expenses	464	2,812	3,873
Taxes payable	38,367	23,411	17,175
Current maturities of long - term debts	3,321	2,070	3,828
Current portion of estimated liabilities for environmental protection and rehabilitation	29,477	43,258	23,663
Total Current Liabilities	-	5,296	4,416
<u>LONG - TERM DEBTS - Net of</u>	<u>112,937</u>	<u>103,551</u>	<u>121,056</u>
Current Maturities			
Banks			
Government of the Republic of Indonesia	95,796	60,143	104,140
Total Long - term Debts	206,709	179,148	179,148
ESTIMATED LIABILITIES FOR	302,505	259,291	283,288
ENVIRONMENTAL PROTECTION			
AND RAHABILITATION			
Net of Current Portion	-	13,252	14,082
STOCKHOLDER'S EQUITY			
Capital stock - Rp 1 million par value for preferred stock and common stock Authorized - 100,000 preferred stock and 300,000 common stock Issued and paid - in capital - 100,000 Preferred stock in 1994, 1995 and 1996 and 100,000 preferred stock and 300,000 common stock in 1997	100,000	100,000	100,000
Retained earnings			
Appropriated	132,811	142,694	162,626
Unappropriated	14,893	41,455	42,189
Total Retained Earnings	147,704	184,149	204,815
Total Stockholder's Equity	247,704	284,149	304,415
TOTAL LIABILITIES AND			
STOCKHOLDER'S EQUITY	663,146	660,243	723,241

LIMITED COMPANY (PERSERO) PT ANEKA TAMBANG
STATEMENTS OF INCOME
FOR THE YEARS ENDED 31ST DECEMBER, 1994, 1995, 1996
(In Millions of Indonesian Rupiah, Except Share Data)

		31 ST December	
	Rp	Rp	Rp
NET SALES	233,356	374,710	358,557
COST OF GOODS SOLD	166,989	219,862	234,015
GROSS PROFIT	66,367	154,848	124,542
OPERATING EXPENSES			
General and administrative	23,949	35,179	28,932
Selling	4,962	7,628	7,195
Exploration	977	3,577	595
Total Operating Expenses	<u>29,888</u>	<u>46,384</u>	<u>36,722</u>
INCOME FROM OPERATIONS	<u>36,479</u>	<u>108,464</u>	<u>87,820</u>
OTHER INCOME (CHARGES)			
Gain (loss) on foreign exchange - net	237	(55)	905
Interest income	3,677	3,447	2,728
Interest Expenses	(10,019)	(60,617)	(50,541)
Geology service expense - net	(1,835)	(1,316)	(1,797)
Amortization of deferred environmental protection and rehabilitation costs	-	(1,851)	(1,951)
Other - net	(2,169)	(2,705)	(724)
Other Charges - Net	<u>(10,109)</u>	<u>(63,097)</u>	<u>(51,280)</u>
INCOME BEFORE PROVISION FOR INCOME TAX	26,370	45,365	36,540
PROVISION FOR INCOME TAX	9,878	2,845	3,916
NET INCOME	<u>16,492</u>	<u>42,522</u>	<u>32,624</u>
EARNINGS PER SHARE			
Income from operations per share	72,96	216,93	175,64
Net income per share	<u>32,98</u>	<u>85,04</u>	<u>65,25</u>

**LIMITED COMPANY (PERSERO)
PT ANEKA TAMBANG Tbk. AND SUB
CONSOLIDATED BALANCE SHEETS*
DECEMBER 31, 1997**

	ASSETS
	(1997)
	Rp
CURRENT ASSETS	
<i>Cash and cash equipment</i>	536.043.393.948
<i>Short-term investment</i>	1.000.000.000
<i>Accounts receivable trade - net of allowance for doubtful accounts of Rp 102, 213, 670 in 1996</i>	34.051.188.191
<i>Other receivables - net of allowance for doubtful accounts of Rp 662, 005, 286 in 1997</i>	18.977.551.245
<i>Inventories</i>	104.917.670.351
<i>Prepaid taxes</i>	7.761.251.438
<i>Prepaid expenses and other current assets</i>	2.897.078.917
Total Current Assets	705.648.134.090
INVESTMENT IN SHARES OF STOCK	5.750.000.000
PROPERTY, PLANT, AND EQUIPMENT	
<i>Carrying value</i>	889.810.368.917
<i>Accumulated depreciation and amortization</i>	(198.627.232.036)
Net Book Value	691.183.045.881

<i>Issued and fully paid - 1 preferred stock and 1,230,768,999 common stock in 1997 and 100,000 preferred stock in 1996</i>	615,384,500,000
<i>Additional paid - in capital in excess of par value</i>	387,692,100,000
<i>Difference in foreign currency translation</i>	13,805,604,282
<i>Retained earnings</i>	106,366,250,422
<i>Total Stockholder's Equity</i>	1,123,248,454,704
TOTAL LIABILITIES AND STOCK HOLDER'S EQUITY	1,600,786,981,721

**LIABILITIES AND
STOCKHOLDER'S EQUITY**

(1997)

Rp

CURRENT LIABILITIES

<i>Short - term loans</i>	139.523.470.922
<i>Account payable</i>	25.082.242.154
<i>Other payables</i>	9.644.033.822
<i>Accrued expenses</i>	14.192.632.956
<i>Taxes payable</i>	6.698.537.108
<i>Dividends payable</i>	16.987.039.263
<i>Current maturities of long - term debts</i>	40.200.248.733
<i>Currents portion of estimated liabilities for environmental protection and rehabilitation</i>	1.419.000.000

Total Current Liabilities 253.747.504.958

LONG TERM DEBTS -

Net of Current

Maturities

204.236.450.055

ESTIMATED LIABILITIES

FOR ENVIRONMENTAL

PROTECTION AND

REHABILITATION - Net of

Current Portion

15.878.903.746

MINORITY INTEREST IN

CONSOLIDATED

SUBSIDIARIES

3.675.668.258

STOCKHOLDER'S EQUITY

*Capital stock - par value of
Rp 500 in 1997 and
Rp 1,000,000 in 1996 for pre-
ferred stock and common stock*

*Authorized -1 preferred stock
and 3, 199,999,999 common
stock in 1997 and 100,000
preferred stock and 300,000
common stock in 1996*

OTHER ASSETS

<i>Deferred charges - net</i>	48.490.920.796
<i>Estimated claim for tax refund</i>	44.633.311.533
<i>Deferred explanation and development costs</i>	43.463.957.541
<i>Loans to employess</i>	37.240.200.927
<i>Deferred environmental protection and rehabilitation costs - net</i>	13.599.754.059
<i>Prepaid pension expense</i>	5.907.361.153
<i>Others</i>	4.870.396.371
Total Other Assets	198.205.601.750
TOTAL ASSETS	1.600.786.981.721

**CONSOLIDATED
STATEMENTS OF INCOME
FOR THE YEARS ENDED
DECEMBER 31, 1997**

	(1997)
	Rp
NET SALES	499.558.110.263
COST OF GOODS SOLD	252.284.299.769
GROSS PROFIT	197.273.810.494
OPERATING EXPENSES	
<i>General and administrative</i>	38.365.313.488
<i>Selling</i>	10.341.105.870
<i>Exploration</i>	2.397.507.063
Total Operating Expenses	51.103.926.421
INCOME FROM OPERATING	146.169.884.073
OTHER INCOME (CHARGES)	
<i>Interest income</i>	8.740.052.391
<i>Gain (loss) on foreign exchange - net</i>	(35.197.508.825)
<i>Interest expense</i>	(30.929.936.400)
Amortization of :	
<i>deferred environmental protection and rehabilitation charges</i>	(1.850.958.647)
<i>deferred charges</i>	(710.940.178)
<i>Geology service expense - net</i>	(1.871.064.263)
<i>Others - net</i>	(3.400.893.439)
Other Charges - Net	(65.221.249.361)
INCOME BEFORE PROVISION FOR INCOME TAX	80.948.634.712
PROVISION FOR INCOME TAX	11.313.178.600
INCOME BEFORE MINORITY INTEREST	69.635.456.112
MINORITY INTEREST IN NET EARNINGS OF SUBSIDIARIES	(118.554.938)
NET INCOME	69.516.901.174
EARNINGS PER SHARE	
<i>Income from operation per share</i>	208,22
<i>Net income per share</i>	99,03