

PRESS RELEASE

Indonesian Capital Market Supervisory Agency

July 31, 2000

On July 31, 2000 Bapepam published an investigation report on a case of Published Press Release of PT Lippo E-net Tbk. and securities transaction of PT Lippo E-net Tbk (formerly PT Lippo Life Tbk.) in Jakarta Stock Exchanges, described as follows :

1. Concerning Press Release of PT Lippo e-Net Tbk.
 - a. That is during a period of time of January 2000 till February 2000, PT Lippo e-Net Tbk. issued and publicized 9 (nine) press releases which invoke public dispute especially for market participants;
 - b. That is among the 9 press releases, some of them declare incomplete description of information which also lack of supporting facts or descriptive information stated in the press releases;
 - c. That is base on the investigation that have been conducted, the result can be concluded as follows :
 - PT Lippo e-Net did not have a cautious manners in releasing information of the company stated in the press releases.
 - Directors and Commissioners of PT Lippo e-Net Tbk. did not perform a cautious conduct in commenting and stating information of the company announced in the press releases thus invoke different perception and likely to mislead party who read it.
 - d. Derived from all the matters mentioned above, Bapepam stipulates administrative fines and oblige the company to perform certain matters as follows :
 - 1) Warns PT Lippo e-Net to :
 - a) Conduct in cautious manners when declaring any information, including Press Release publication;
 - b) Consider a proper time to publish information concerning internal arrangement and actual condition of the company;
 - c) Avoid using words or sentences that can cause different interpretation of information publicized by the company;
 - 2) Impose administrative fines on PT Lippo e-Net Tbk for an amount of Rp 500,000,000.00 (five hundreds millions rupiah);
 - 3) Oblige PT Lippo e-Net to be responsible of all Lippo e-Net securities' registration fee in order to implement scripless trading system.

- 4) Oblige PT Lippo e-Net Tbk. to announce information concerning the latest development of the company business activity in cyber internet and e-commerce in 2 (two) national newspapers, which have national distribution, within 2 (two) weeks after this letter have been stipulated.
- e. Furthermore, Bapepam, also, stipulates administrative fines and oblige Directors and Commissioners to perform certain matters described as follows :
 - 1) Warns Directors and Commissioners of the company to conduct in more cautious, thorough, and careful manners when declaring and stating information which would be publicized in press release or any other ways of communication to public;
 - 2) Oblige Directors and Commissioners of PT Lippo e-Net Tbk. to pay Rp 5,000,000,000.00 (five billions rupiah) due to their lack of cautious in conducting rules and regulation of Capital Market. This amount of money has to be delivered to Government Treasury.
2. In accordance to LPLI securities transactions in Jakarta Stock Exchange, Bapepam also pay a close attention on event that coinciding with Press Release sequence publication, one of affiliated companies of Lippo e-Net, PT Lippo Securities Tbk., through the representatives of 2 (two) Securities Company Representatives of 2 (two) different Securities Exchange members, on behalf of its clients actively engaged in Lippo e-Net securities transaction in Jakarta Stock Exchanges. Such exercise is not in accordance with the intention and spirit of creating orderly, fair, and efficient Capital Market.

As an effort to avoid this same incident to occur again in the future, also, to create deterrent effect, related to Lipo e-Net securities transaction in Securities Exchange which occur during period of time of January till February 2000, Bapepam impose administrative fines and oblige these following Party to perform certain matters, described as follows :

- 1) Written Warning to PT Lipo Securities and impose administrative fines of Rp 500,000,000.00 (five hundred millions rupiah);
- 2) Oblige PT Lippo Securities Tbk. to be responsible of all Lippo e-Net securities' registration fee in order to implement scripless trading system.
- 3) Written warning to Directors of PT Lippo Securities Tbk.;
- 4) Written warning and suspension of individual license on Ms. Lina Haryanti Latif as a Broker-Dealer Representatives of PT Lippo Securities Tbk for 3 (three) months period;
- 5) Written warning and suspension of individual license on Mr. Peter Indra Lembong as an Underwriter Representatives of PT Lippo Securities Tbk for 2 (two) weeks period;
- 6) Written warning and suspension of individual license on Ms. D. Fona Marundrury as a Broker-Dealer Representatives of PT Ciptadana Sekuritas for 2 (two) months period;

- 7) Written warning and suspension of individual license on Mr. Johanes T Sutiono as a Broker-Dealer Representatives of PT Intan Artha Pratama for 3 (three) weeks period;
3. All sorts of imposed sanction and obligation to perform certain matters mentioned above is an alternative case solution suggested by Bapepam to such Party. Provided that such party does not or has not yet comply with parts or all of Bapepam stipulations in such period of time, consequently Bapepam will advance to Crime Investigation phase.
4. In accordance to PT Fiskaragung Perkasa Tbk. case, Bapepam has already instructed Performa Investment Limited, as a Party categorized as an Insider which engaged in transaction of Issuer securities, to refund all benefits and or yield of securities selling of Rp 396.5 millions into Government Treasury within 30 (thirty) weeks period of time. Regarding, referred party does not perform his obligation within such period of time, consequently Bapepam will advance to Inquiry phase.
5. Furthermore, in order to implement disclosure, Bapepam has also sent letters to 9 (nine) Issuers which late for reporting Annual Financial Report of 1998 and 1999. These 9 (nine) Issuers are :
 1. PT Dharmala Sakti Sejahtera Tbk.;
 2. PT Putra Surya Multidana Tbk.;
 3. PT Ometraco Corporation Tbk.;
 4. PT Astrijati Rotan Indonesia Tbk.;
 5. PT Fiskaragung Perkasa Tbk.;
 6. PT daya Guna Samudra Tbk.;
 7. PT Bintuni Minaraya Tbk.;
 8. PT Textronix Permai Elektronik Tbk.;
 9. PT Nasio Dutamitra Electric Tbk.;

In addition, Bapepam oblige 9 (nine) of such Issuers to announce information of their latest company development to public on 3 August 2000 at the latest, along with explanations and reasons regarding their delayed on forming and auditing their Annual Financial Report of 1999. Report on such matter have to be delivered to Bapepam within 2 (two) days of working days after their announcement on such matters to public.