

**PT SURYA DUMAI INDUSTRI Tbk. AND SUBSIDIARIES  
CONSOLIDATED FINANCIAL STATEMENT  
FOR THE YEARS ENDED  
DECEMBER 31, 2019 AND 2018  
AND  
INDEPENDENT AUDITOR'S REPORT**



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# KAP Liasta, Nirwan, Syafruddin & Rekan

Certified Public Accountants Firm

Tax Consultant, Audit, Financial Advisory and Management Consultant

License Number : KEP-34/KM.1/2012

## INDEPENDENT AUDITOR'S REPORT No.00028/2.0887/AU.2/04/0299-1/III/20

Stockholders, Commissioners, and Board of Directors  
**PT Surya Dumai Industri Tbk.**

We were engaged to audit the accompanying financial statements consolidated of PT Surya Dumai Industri Tbk. (the "Company"), which comprise the statement of financial position as of December 31, 2019, and the statements of comprehensive income, deficiency in equity, and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's responsibility

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

### Auditor's responsibility

Our responsibility is to express an opinion on such financial statements based on conducting the audit in accordance with Standards on Auditing established by the Indonesian Institute of Certified Public Accountants. However, because of the matter described in the Basis for disclaimer of Opinion paragraph, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

### Basis for disclaimer of opinion

The balance finished goods inventory as of December 31, 2019 as reported in the accompanying statements of financial position respectively Rp.1.370.708.530, which that finished goods inventory has been experiencing a lot of damage so that the value is no longer describe realizable value. The book value fixed asset as of December 31, 2019 as reported in the accompanying statements of financial position are respectively Rp19.748.164.085 which its cost are respectively Rp203.148.503.072 and its accumulated depreciation are respectively amounting to Rp183.400.338.987. A part of these fixed assets balance respectively in amount Rp6.388.028.195 as of December 31, 2019 which are the factory buildings, machineries, and transportation equipments, are no longer used in operating activities of the company, so that the book value of the above no longer describe realizable value. Besides, the office building in Pekanbaru which value as of December 31, 2019 respectively Rp2.729.069.936 is an office building which are leased to other parties, and only a small portion is used for its own activity. The building leasing income is currently the largest revenue company, but the income is not classified as prime revenue yet but as other income. The company received two Tax Assessments Letters of Under Payment (SKPKB), and these letters are still in the process of reconsideration (PK) with the value of each Rp.306.699.245 December 31, 2019.

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## KAP Liasta, Nirwan, Syafruddin & Rekan

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The Company has issued debt securities published by subsidiary namely Surya Dumai Industrial Finance, BV (SDIFC). The effort to restructure of the securities are still ongoing and there is no agreement yet with the holders of such securities, in particular with Bank of China. Since February 5, 2008 listing of shares of the Company on the Stock Exchange Indonesia has effectively abolished (delisting).

Besides, the company has experienced a continuous cumulative losses in recent years so that the accumulated losses as of December 31, 2019 respectively Rp1.537.910.178.494 so the company faced deficient capital in 2019 respectively Rp983.320.588.736. The company also has no strategic plan ahead to overcome the difficulties faced by the company at the moment so there is significant uncertainty over the company's ability to meet its obligations at maturity and the values stated in the consolidated financial statements, as well as the possibility appearance of other liabilities in the future. The accompanying consolidated financial statements do not include any adjustments that come from the uncertainty.

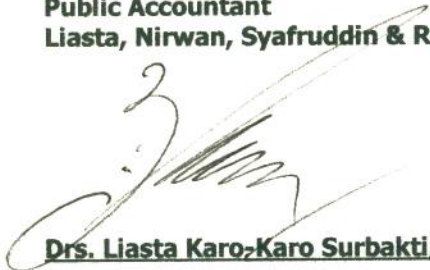
### Disclaimer of opinion

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the accompanying financial statements of PT Surya Dumai Industri Tbk. as of December 31, 2019, and for the year then ended.

### Other matter

The consolidated financial statements for the year ended December 31, 2018 were audited by other independent auditor in report No: 00094 / 3.0279 / AU.1 / 04 / 0410-3 / 1 / III / 2019 dated March 6, 2019, which stated opinions did not state opinion.

**Public Accountant**  
**Liasta, Nirwan, Syafruddin & Rekan**



**Drs. Liasta Karo-Karo Surbakti, CPA**

**Nomor Izin Akuntan Publik AP. 0299**

**March 19, 2020**

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**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEET**  
**AS OF DECEMBER 31, 2019 and 2018**  
**(Expressed in Rupiah, Except Otherwise Stated)**

<b>A S S E T S</b>	<b>Notes</b>	<b>LIABILITIES CAPITAL DEFICIENCY</b>	
		<b>December 31, 2019</b>	<b>December 31, 2018</b>
		Rp	
<b>CURRENT ASSETS</b>			
Cash on Hand and in Banks			
Trade Receivable :			
- Third Parties	2c,2j,3 & 24	909.055.171	304.287.712
Other Receivables	2d,2e,4 & 6	4.498.674.300	4.017.913.454
Inventories	2d & 5	18.067.812	16.327.812
Prepaid Expenses	2f & 7	1.370.708.530	1.370.708.530
		27.390.083	29.057.481
Total Current Assets		6.823.895.896	5.738.294.989
<b>NOT CURRENT ASSETS</b>			
Differed Tax Liabilities	2k & 10	378.312.363	826.517.626
Due from Related Parties	2d,2e & 6	973.888.899	1.808.435.461
Property, Plant and Equipment - Net of Accumulated Depreciation and Allowance for Decline in Assets Value of Rp183.400.338.987 as of December 31, 2019 and Rp182.329.368.418 as of December 31, 2018	2g,2l & 8	19.748.164.085	22.152.979.193
Total Not Current Assets		14.100.365.347	14.797.932.280
<b>TOTAL ASSETS</b>		<b>32.152.882.943</b>	<b>34.754.848.969</b>
<b>LIABILITIES CAPITAL DEFICIENCY</b>			
<b>CURRENT LIABILITIES</b>			
Taxes Payables	2k & 10	582.612.745	556.390.751
Accrued Expenses	2i,2j & 11	247.361.560.651	257.676.196.493
Prepaid Income		1.018.729.700	1.999.388.095
Current Maturities of Long-term Debts:			
- Marketable Securities	2j,2n,12 & 24	667.248.000.000	695.088.000.000
- Payable to Prinsep Management Ltd	2e & 14	80.607.417.921	80.618.917.922
Total Current Liabilities		996.818.321.017	1.035.938.893.261
<b>NOT CURRENT LIABILITIES</b>			
Estimated Liabilities for Employee Benefits	2m & 13	17.320.641.881	15.521.146.317
Differed Tax Liabilities	2k & 10	-	-
Guaranteed Deposit		1.334.508.780	1.170.455.020
Total Not Current Liabilities		18.655.150.661	16.691.601.337
Total Liabilities		1.015.473.471.678	1.052.630.494.598
<b>CAPITAL DEFICIENCY</b>			
Capital stock - Rp 100 par Value			
Authorized - 10,000,000,000 Shares			
Subscribed and Fully Paid -3,166,666,666,667 shares in 2019 and 2018	15	316.666.666.700	316.666.666.700
Additional Paid - in Capital in Excess of Par Value	16	236.451.333.300	236.451.333.300
Difference Arising from changes in Equity Transaction of Subsidiaries	2j & 17	1.471.589.759	1.471.589.759
<b>D e f i c i t</b>		<b>(1.537.910.178.494)</b>	<b>(1.572.465.235.388)</b>
Total Capital Dificiency		(983.320.588.735)	(1.017.875.645.629)
<b>TOTAL LIABILITIES AND CAPITAL DEFICIENCY</b>		<b>32.152.882.943</b>	<b>34.754.848.969</b>

See the accompanying Notes to Consolidated Financial Statements  
Which are an integral part of these Consolidated Financial Statements



**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND**  
**OTHER COMPREHENSIVE INCOME**  
**FOR THE YEARS ENDED**  
**DECEMBER 31, 2019 AND 2018**  
**(Expressed in Rupiah, Except Otherwise Stated)**

	<u>Notes</u>	<u>December 31, 2019</u>	<u>December 31, 2018</u>
		Rp	Rp
<b>NET SALES</b>	2i,18 & 23	-	-
<b>COST OF SALES</b>	2i,19 & 23	-	-
<b>GROSS PROFIT (LOSS)</b>		-	-
<b>OPERATING EXPENSES</b>	2i,20 & 23		
Selling		-	-
General and Administration		(13.223.373.941)	(13.241.303.800)
Total Operating Expenses		(13.223.373.941)	(13.241.303.800)
<b>INCOME (LOSS) FROM OPERATION</b>		(13.223.373.941)	(13.241.303.800)
<b>OTHER INCOME (CHARGES)</b>			
Gain on Foreign Exchange - Net	21,22 & 23	38.144.159.940	(61.359.484.869)
Revenue from Building Rental	6,22 & 23	11.746.970.554	11.737.578.061
Gain of Disposal Fixed Asset		1.205.469.225	2.000.000.000
Finance Charges - Net	22 & 23	8.593.702	(1.343.602)
Others - Net	22 & 23	(2.878.557.323)	448.657.127
Total Other Income (Charges) - Net		48.226.636.098	(47.174.593.283)
<b>EQUITY IN NET EARNING (LOSS) OF ASSOCIATED COMPANIES</b>	2b	-	-
<b>GAIN (LOSS) BEFORE EXTRAORDINARY ITEM</b>		35.003.262.157	(60.415.897.083)
<b>PROVISION FOR INCOME TAX</b>	2k & 10		
Current		-	-
Deferred		(448.205.263)	926.537.688
Total		(448.205.263)	926.537.688
<b>GAIN (LOSS) BEFORE MINORITY INTEREST IN NET LOSS OF SUBSIDIARIES</b>		34.555.056.894	(59.489.359.395)
<b>MINORITY INTEREST IN NET LOSSES OF SUBSIDIARIES</b>		-	-
<b>NET INCOME (LOSS)</b>		34.555.056.894	(59.489.359.395)



**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND**  
**OTHER COMPREHENSIVE INCOME (Continuation)**  
**FOR THE YEARS ENDED**  
**DECEMBER 31, 2019 AND 2018**  
**(Expressed in Rupiah, Except Otherwise Stated)**

	<u>Notes</u>	<u>December 31, 2019</u> Rp	<u>December 31, 2018</u> Rp
<b>OTHER COMPREHENSIVE INCOME :</b>			
The Balance of exchange rate of translation of financial statement in foreign currency	2j & 17	-	-
Profit (loss) of assets revaluation		-	-
COMPREHENSIVE DEFFERED INCOME TAX		-	-
<b>OTHER COMPREHENSIVE INCOME AFTER TAX</b>			
<b>ON CURRENT YEAR</b>		-	-
<b>TOTAL OTHER COMPREHENSIVE INCOME</b>			
<b>ON CURRENT YEAR</b>		34.555.056.894	(59.489.359.395)
<b>THE AMOUNT OF COMPREHENSIVE PROFIT AND LOSS</b>			
<b>BE DISTRIBUTABLE TO :</b>			
The owner of Parent Entity		34.555.056.894	(59.489.359.395)
Interest of non controll entity		-	-
		34.555.056.894	(59.489.359.395)
<b>THE AMOUNT OF COMPREHENSIVE PROFIT AND LOSS</b>			
<b>BE DISTRIBUTABLE TO :</b>			
The owner of Parent Entity		34.555.056.894	(59.489.359.395)
Interest of non controll entity		-	-
		34.555.056.894	(59.489.359.395)
<b>INCOME (LOSS) FROM OPERATIONS PER SHARE</b>	20	(4,18)	(4,18)
<b>NET INCOME (LOSS) PER SHARE</b>	20	10,91	(18,79)

See the accompanying Notes to Consolidated Financial Statements which are an integral part of these Consolidated Financial Statements

**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CAPITAL DEFICIENCY**  
**FOR THE YEARS ENDED**  
**DECEMBER 31, 2019 AND 2018**  
**(Expressed in Rupiah, Except Otherwise Stated)**

	Capital Stock	Additional Paid-in Capital	Deficit	Difference in Foreign Currency Translation	Gains (losses) entity associations	Financial assets available for sale	Non interest control	Total Equity
	Rp	Rp		Rp			Rp	Rp
<b>BALANCE AS OF DECEMBER 31, 2017</b>	316.666.666.700	236.451.333.300	(1.512.975.875.993)	1.471.589.759	-	-	-	(958.386.286.234)
<b>NET COMPREHENSIVE PROFIT (LOSS) YEAR 2018</b>	-	-	(59.489.359.395)	-	-	-	-	(59.489.359.395)
<b>BALANCE AS OF DECEMBER 31, 2018</b>	316.666.666.700	236.451.333.300	(1.572.465.235.388)	1.471.589.759	-	-	-	(1.017.875.645.629)
<b>NET COMPREHENSIVE PROFIT (LOSS) YEAR 2019</b>	-	-	34.555.056.894	-	-	-	-	34.555.056.894
<b>BALANCE AS OF DECEMBER 31, 2019</b>	316.666.666.700	236.451.333.300	(1.537.910.178.494)	1.471.589.759	-	-	-	(983.320.588.736)

See the accompanying Notes to Consolidated Financial Statements which are an integral part of these Consolidated Financial Statements

**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEARS ENDED**  
**DECEMBER 31, 2019 AND 2018**  
**(Expressed in Rupiah, Except Otherwise Stated)**

	<b>December 31, 2019</b>	<b>December 31, 2018</b>
	Rp	Rp
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash Receipts from Customers	9.229.829.960	11.741.252.292
Cash Payments to Suppliers and Employees	(8.890.898.638)	(12.739.631.267)
Cash Provided by Operating Activities	338.931.322	(998.378.974)
Payment of Income Tax and Tax Pinalties	(972.998.863)	(310.142.639)
Net Cash Provided by (Used in) Investing Activities	(634.067.541)	(1.308.521.613)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchasing Disposal Fixed Asset	-	-
Disposal Fixed Asset	1.227.335.000	1.000.000.000
Net Cash Provided by (Used in) Investing Activities	1.227.335.000	1.000.000.000
Investment Activities	1.227.335.000	1.000.000.000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Decrease (Increase):		
Payment of Payables to Prinsep Management Ltd.	11.500.000	-
Net Cash Provided by (Used in) Financing Activities	11.500.000	-
<b>NET DECREASE IN CASH AND CASH EQUIVALENT</b>	604.767.459	(308.521.613)
<b>CASH AND CASH EQUIVALENTS, BEGINNING</b>	304.287.712	612.809.326
<b>CASH AND CASH EQUIVALENTS, ENDING</b>	909.055.171	304.287.712
	<b>December 31, 2019</b>	<b>December 31, 2018</b>
	Rp	Rp
<b>NON CASH ACTIVITIES</b>		
Increase in accrued expenses due to foreign exchange	(10.304.159.940)	16.575.484.869
Increase (decrease) in marketable securities payables due to foreign exchange	(27.840.000.000)	44.784.000.000
Increase in Receivable of Related Party on leasing and purchasing of assets	(834.546.562)	1.044.155.718

See accompanying Notes to Consolidated Financial Statements  
which are an integral part of these Consolidated Financial Statements

**PT SURYA DUMAI INDUSTRI Tbk AND SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**(Expressed in Rupiah, Except Otherwise Stated)**

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**1. GENERAL**

**a. Company's Establishment**

PT Surya Dumai Industri Tbk ("the Company") was established within the framework of Domestic Capital Investment Law No.6 year 1968, as amended by Law No. 12 year 1970, based on Notarial deed No. 89 of Public Notary Syawal Sutan Diatas, SH, dated January 32, 1979. The Deed of Establishment was approved by the Minister of Justice of the Republic of Indonesia in Decision Letter No. Y. A. 5/51/7 dated February 12, 1980. The Company's Articles of Association have been amended several times with, among others, Notarial Deed No. 23 of Public Notary S.P. Henny Singgih, SH, dated September 7, 1999 concerning the increase of the Company's Authorized capital from Rp300.000.000.000 to Rp1.000.000.000.000. Such amendment was approved by the Minister of Justice of the Republic of Indonesia in decision Letter No. C-16726.HT.01.04 th 99 dated September 22, 1999 The latest amendment of the Company's Articles of Association was made through Notarial Deed No.2 dated July 1, 2003 of P. Sutrisno A. Tampubolon, SH, a Public Notary in Jakarta, concerning the increase of the subscribed and fully paid capital from Rp250.000.000.000 to Rp316.666.666.700 by issuing 666.666.667 new shares with par value of Rp100 per share to Prinsep Management Ltd. This amendment has been received and recorded in the database of Sisminbakum department of Justice and Human Right of the Republic of Indonesia on August 19, 2003 as stated in Acknowledgement Letter for the report of Amendment Deed No. C-19573.HT.01.04.TH 2003.

The last change is Act No. 43 dated June 27, 2008 of P. Sutrisno A. Tampubolon, SH., M.Kn., in Jakarta, concerning the approval of the Amandement Deed of the Company according to Law No. 40 year 2007 about Limited Company.

According to Article 3 of the Company's Articles of Association, the scope of the Company's activities mainly comprises forest concession, logging, and oil palm, rubber, cocoa and sago plantations, export/import and outbound/inbound transportations of its products. Presently, the Company's activities are in plywood industry, veneer, sawn timber and trading of its products and materials..

The Company's domicile is in Jakarta with its operational site in Pekanbaru.

The Company's started its commercial production in 1981.

Based on the Company's Letter No. 009/CS/SUDI/II/04 dated February 17,2004 the Company reported the decrease in its production capacity to BAPEPAM in relation to Decision Letter of the Directorate General of Forestry Production Development No. 28/KPTS/VI-PHA/2003 dated June 19, 2003 about "Allocation for the Wood Forest Production Output obtained from natural forest utilization in each province in indonesia for the year 2004". Consequently, the Company, which is involved in plywood manufacturing with raw materials obtained from natural resources, is greatly affected by the significant decrease caused by the wood production target. Thus, the Company has difficulties to obtain sufficient and/or good raw materials to support its normal production. The Company has also made an announcement to the public on March 9, 2004 regarding the plan to discontinue the production activities due to the scarcity and cost lines of raw materials. Based on the Company's letter No. 001/SUDI/BEJ/I/2006 that has extended to BAPEPAM and BEJ, the Company has terminated its production activites due to scarcity of raw material and the Company faced loss continuously.

**PT SURYA DUMAI INDUSTRI Tbk AND SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**(Expressed in Rupiah, Except Otherwise Stated)**

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**b. Company's Public Offering**

Based on effective Letter from BAPEPAM No. S-1051-A/PM/1996 dated June 28, 1996, the Company offered 78.708.000 new shares with par value of Rp500 per share to the public through the Jakarta Stock Exchange on July 8-10, 1996, at the offering price of Rp1.000 per share totaling Rp78.708.000.000.

On November 17, 1997, the Company held an Extraordinary General Meeting of Stockholder which approved the issuance of bonus share from the capital paid in excess of par value amounting to Rp50.000.000.000. Such Minutes of the Extraordinary General Meeting of Stockholders have been notarized under Notarial deed No. 41 of Public Notary S.P. Henny Singgih, SH, dated November 17, 1997.

On August 27, 1999, the Company held an Extraordinary General Meeting of Stockholders and approved, among others, the split stock par value from Rp500 to Rp100. The Minutes of the Extraordinary General Meeting of Stockholders have been notarized under Notarial Deed No. 23 of Public Notary S.P. Henny Singgih, SH, dated September 7, 1999.

On December 20, 2002, the Company held an Extraordinary General Meeting and among others, agreed to increase the subscribed and fully paid in capital from Rp250.000.000.000 to the maximum of Rp504.439.255.800 by issuing new shares to non affiliate creditors without preemptive right. The minutes of Extraordinary General Meeting of Stockholders have been notarized under Notarial deed No. 30 dated December 20, 2002 of P. Sutrisno A. Tampubolon, SH, Public Notary in Jakarta.

On July 1, 2003, the Company held an Extraordinary General Meeting of Stockholders as covered by Notarial Deed No. 2 of P. Sutrisno A. Tampubolon, SH, M.Kn, Notary in Jakarta and approved :

- restructuring the Company's payable (to the Indonesian Banking Restructuring Agency);
- issuing 666.666.667 new shares without preemptive right to Prinsep Management Ltd. with par value of Rp 100 per share;
- selling of Mandatory Exchangeable Bonds to Prinsep Management Ltd.

Based on letter of Bursa Efek Indonesia No. S- 00038/BEJ.PSR-J/01-2008 dated January 3, 2008, about Elimination of Company Securities Listing (delisting) in Bursa Efek Indonesia, since February 5, 2008 the Company is unrecorded anymore as the Company selling its stock in Bursa Efek Indonesia.

**PT SURYA DUMAI INDUSTRI Tbk AND SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**(Expressed in Rupiah, Except Otherwise Stated)**

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**c. Structure of Company and Subsidiaries**

As of December 31, 2019 and 2018, the Company has the following directly and indirectly owned subsidiaries.

<u>December 31, 2019</u>					
<u>Subsidiaries</u>	<u>Location</u>	<u>Principal Activity</u>	<u>Start of Commercial Operations</u>	<u>Percentage of Ownership</u> %	<u>Total Assets</u> Rp
<b>Direct ownership</b>					
Surya Dumai Industri Finance Company, BV (unaudited)	Belanda	Financing	1996	100	753.524.007.147

<u>December 31, 2018</u>					
<u>Subsidiaries</u>	<u>Location</u>	<u>Principal Activity</u>	<u>Start of Commercial Operations</u>	<u>Percentage of Ownership</u> %	<u>Total Assets</u> Rp
<b>Direct ownership</b>					
Surya Dumai Industri Finance Company, BV (unaudited)	Belanda	Financing	1996	100	800.467.596.664

**d. Commissioners, Directors and Employees**

Based on the annual General Meeting of Stockholders, which has been notarized by Notarial Deed No. 11 dated May 18, 2018 of P. Sutrisno A. Tampubolon, SH, MKn Notary in Jakarta, there has been a change in the composition of the Board of Directors, namely the receipt of the retirement application of Citra Gunawan from his position as the Managing Director of the Entity, honorably dismissing Heru Subagio from his position as Director of the Independent Entity and appointed Heru Subagio as Managing Director, honorably dismissing Henny Kong from his position as Director of the Entity and appoint Henny Kong as the Independent Director of the Entity and appoint Johny Ginting as the Director of the Entity the members of the Company's boards of Commissioners and Directors are as follows.

President Commissioner : M a r t i a s  
 Commissioner : Djoko Sidik Pramono  
 Independent Commissioner : Amir Hasan

President Director : Heru Subagio  
 Directors : Johny Ginting  
 Independent Director : Henny Kong

Total salaries and remunerations of the Company's and Subsidiaries Commissioners and Directors amounted to Rp1.148 million and Rp1.166 million in 2019 and 2018, respectively.

As of December 31, 2019, and December 31, 2018 the Company and its Subsidiaries have 52 and 52 permanent employees respectively.

**PT SURYA DUMAI INDUSTRI Tbk AND SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**(Expressed in Rupiah, Except Otherwise Stated)**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**a. Basis of Consolidated Financial Statement Presentation**

The Consolidated Financial Statements have been prepared in conformity with generally accepted accounting principles in Indonesia as covered in the Statements of Financial Accounting Standards (PSAK), and Regulation and Guidelines to Prepare and Disclose the Financial Statement of the Public Company - Manufacturing Industry determined by the Capital Market Supervisory Board (BAPEPAM).

The Consolidated Financial Statements, except for the Consolidated Statement of Cash Flows, have been prepared based on the accrual basis. The Consolidated Financial Statements, have been prepared based on the historical cost concept, except for several accounts which have been prepared based on the other measurements as explained in each related account.

The reporting currency used in the Consolidated Financial Statement presentation is the Indonesia Rupiah.

The Consolidated Statements of Cash Flows present cash receipts and disbursements of cash on hand and in the banks classified into operating, investing and financing activities and have been prepared using the direct method.

**b. Principles of Consolidation, Investment in Associated Companies and Other Investments**

*1. Principles of consolidation*

The Consolidated Financial Statements include the Financial Statements of the Company and its Subsidiaries with direct and indirect ownership of more than 50%.

All Significant inter company accounts and transactions have been eliminated to reflect the Financial Position and results of Operations of the Company and its Subsidiaries as one business entity.

The difference between acquisition cost and net asset of subsidiaries at the time of investment is amortized over 5 years and 20 years using the Straight- line method.

*2. Investment in Associated Companies*

Investments in which the Company or Subsidiaries have an ownership interest of at least 20% but not exceeding 50% are accounted for by the Equity method whereby the acquisition cost of investment is increased or decreased by the Company's share in the net earnings or losses of the investees since the acquisition date less dividends received and amortization of excess of acquisition cost over net assets of investees. The excess of acquisition cost over the net assets of investee is amortized over 20 years using the Straight-line method, except for the difference arising from the acquisition transaction with entities under common control. Upon any incurrence of permanent in value, the carrying value is decreased and the loss is charged to current income.



**PT SURYA DUMAI INDUSTRI Tbk AND SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
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2. *Investment in Associated Companies (continued)*

Transaction of sale and purchase of stock made by entities under common control are accounted for using the pooling of interest method, whereby the difference between net assets and acquisition cost on the date of acquisition is presented as "Difference in Value of Transactions with Entities Under Common Control" under the Stockholders Equity section in the Consolidated Balance Sheet in accordance with PSAK No. 38 regarding "Accounting for Restructuring of Entities Under Common Control".

3. *Other Investments*

Investments in shares of stock with percentage of ownership less than 20%, which fair value is not provided and meant for long term investment, is presented using the cost method. Upon any incurrence of permanent impairment in value, the carrying value is decreased and the loss is charged to current income.

**c. Cash and cash equivalent**

Cash and cash equivalent is cash on hand and in bank and deposit that mature in less than three months since deposit.

**d. Allowance for Doubtful Account**

The Company and Subsidiaries provide allowance for doubtful accounts based on management's evaluation of the collectibility of each receivable account at year end.

**e. Related Party Transactions**

In the normal course of business, the Company and Subsidiaries entered into transactions with certain related parties, which are related to them. In accordance with Statement of Financial Accounting Standards (PSAK) No.7 (Revision 2010), "Related Party Disclosures", related parties are defined as follows.

- (i) Directly or indirectly through one or more intermediaries, the party (i) controls or is controlled by, or is under common control with the Company, (ii) has an interest in the Company that gives significant influence over the Company, or (iii) has joint control over the Company;
- (ii) A related party to the Company;
- (iii) A party is a joint venture in which the Company as a venture;
- (iv) A party is a member of the key management personnel of the Company or a parent;
- (v) A party is a close family member with the individual described in clause (i) or (iv);
- (vi) A party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting rights in several entities, directly or indirectly, the individual as described in (iv) or (v), or
- (vii) A party is a post-employment benefit plan for the benefit of employees of the Company or any other entity related to the Company.

All transactions with related parties which have been executed under normal terms and conditions as those given to third parties or otherwise are properly disclosed in the notes of related account.

**PT SURYA DUMAI INDUSTRI Tbk AND SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**(Expressed in Rupiah, Except Otherwise Stated)**

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**f. Inventories**

Inventories are stated at the cost or net realizable value. Cost of raw materials, work in process, and finished goods is determined by using the weighted average method, a subsidiary which uses the moving average method. The supplies are determined based on the moving average method. Purchases with the delivery terms of FOB Shipping Point, which have not been received at balance sheet date, are recorded as "Materials in Transit".

**g. Property, Plant and Equipment and its depreciation**

Property, plant and equipment are stated at cost less accumulated depreciation. Depreciation is computed using the Straight Line Method over the estimated useful lives of the assets as follows.

Land	Not Depreciated
Buildings and Infrastructure	10 - 20 years
Ships, Barges and Tugboats	10 - 20 years
Machinery and Equipment	5 - 20 years
Transportations Equipment	5 - 10 years
Office, Mess and Factory Equipment	3 - 10 years

The cost of ordinary repairs and maintenance is charged to Consolidated Statement of income as incurred. Significant renewals and betterments are capitalized. When assets are retired or otherwise disposed of, their carrying values and the related accumulated depreciation are removed from the accounts and any resulting gain or loss is reflected in the Consolidated Income Statement for the year.

Construction in progress is stated at cost. The cost includes capitalization of loan interest incurred from the borrowing transaction used to financed the construction of major facilities up to completion. These assets will be reclassified to appropriate property, plant and equipment accounts and will be depreciated based on their estimated useful lives when the construction is completed and the assets are ready for use.

Lease transactions are accounted for under the capital lease method if the following criteria are met.

- a. The lessee has an option to purchase the leased assets at the end of the lease period at the price mutually agreed upon at the commencement of the lease agreement.
- b. Total periodic payment plus residual values fully covers the acquisition cost of leased capital goods plus interest thereon which is the lessors profit (fully payout lease).
- c. Lease period covers a minimum of two (2) years.

Lease that do not meet any of the above mentioned criteria are accounted for under the Operating Lease Method.

Based on the Capital Lease Method, assets under capital lease are-presented in the "Property, Plant and Equipment "account, whereas the respective liabilities are repored in the "Obligation Under Capital Lease" account.

**PT SURYA DUMAI INDUSTRI Tbk AND SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
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**g. Property, Plant and Equipment and its depreciation (continued)**

Assets and obligations under capital lease are recorded in the Consolidated Balance Sheet based on the present value of the lease payments at the beginning of the lease term plus residual value (option price) to be paid at the end of the lease period. Depreciation is computed using the same method and estimated useful lives as those of the property, plant and equipment of direct acquisition.

Property, plant and equipment not used in normal operating are presented in other assets as unused property, plant and equipment and depreciated over the remaining life of the respective asset.

**h. Deferred Charges**

Expenses incurred which provide benefits in the future are deferred and amortized over their beneficial periods using the Straight-line method.

**i. Revenue and Expense Recognition**

Revenues from export sales are recognized when the goods are shipped on board at the point of shipment. Local revenues are recognized when the goods are delivered or when services are rendered to the customers.

Expenses are recognized when incurred using the accrual basis.

**j. Foreign Currency Transaction and Balances**

The Company maintain their book of account in Indonesian Rupiah. Transactions involving foreign currencies are recorded at the rates of exchange prevailing at the time the transactions are made. At balance sheet dates, assets and liabilities denominated in foreign currency are adjusted to reflect the prevailing middle rate of exchange as published by Bank Indonesia at such dates. Any resulting gains or losses are credited or charged to current operations.

The Financial Statements of Surya Dumai Industri Finance Company, BV (SDIFC), a Subsidiary domiciled in Netherlands, is maintained in EURO currency. For the purpose of Consolidated Financial Statement representation, at balance sheet dates, monetary assets and liabilities are converted into Rupiah using Bank Indonesia middle rates of exchange prevailing at the transactions are made, while revenue and expenses are converted by using average rate for the year. Any difference of translation is recorded as "Difference in Foreign Currency Translation" and presented under the Equity section in the Balance Sheet. In 2019 and 2018, the average rates used were Rp15.836,21 and Rp16.824,00 respectively.

**PT SURYA DUMAI INDUSTRI Tbk AND SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
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**j. Foreign Currency Transaction and Balances (continued)**

The rates of exchange used were the average selling and buying rates of Bank Indonesia as of December 31, are as follows.

	<u>2019</u> Rp	<u>2018</u> Rp
1 United States Dollar (USD)	13.901,00	14.481,00
1 Singapore (SGD)	10.320,74	10.602,97
1 Japanese Yen (JPY)	127,97	131,16
1 Euro (EURO)	15.588,60	16.559,75

**k. Provision for Income Tax**

The Company and Subsidiaries applied the deferred tax method in calculating their income tax. Deferred tax is applied to reflect the tax consequences on timing differences between the commercial and fiscal reporting.

Current tax expense is determined based on the taxable income for the year and computed using prevailing tax rates.

The deferred tax assets and liabilities are recognized for the future tax consequences, which arise from the difference in carrying value of assets and liabilities in the Financial Statements with taxable basis of the assets and liabilities.

Deferred tax liabilities are recognized on all taxable timing differences and deferred tax assets are recognized on timing differences which can be deducted provided there is a probability that they may be used to reduce the future taxable income.

**l. Impairment of Asset Value**

Based on PSAK No. 48, concerning "Impairment of Asset Value", the Company and Subsidiaries provide an allowance for decrease in value of assets based on the management's review at year-end on such assets, which have potential decrease in value considering the estimated value recoverable from the use of such assets.

**m. Employee Benefits**

Employee entitlements to service and compensation payments are recognized on the Accrual basis based on PSAK No. 57 "Estimated Liabilities, Contingent Liabilities and Contingent Assets". A provision is made for the estimated liability as a result of past services rendered by employees up to the balance sheet date and is calculated based on Law No. 13 of 2003 dated March 25, 2003 concerning "Manpower".

**n. Notes**

Notes is recorded and presented based on nominal value.

**PT SURYA DUMAI INDUSTRI Tbk AND SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
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**o. Earning (Loss) per Share**

In accordance with PSAK No. 56, "Earning per Share", income (loss ) from operations and net profit (loss) per share are computed by dividing income (loss) from operations and net profit (loss), respectively, with the weighted average number of shares outstanding during the year, which were 3.166.666.667 shares in 2019 and 2018.

**p. Segment Information**

The Company and Subsidiaries have applied Statement of Financial Accounting Standards No. 5 (Revision 2009), "Segment Reporting".

According to Statement of Reporting Financial Accounting Standards No. 5 (Revision 2009), "Segment reporting", operation segment presents information about the products and services having risks and benefits different from other trade segment.

**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)**  
(Expressed in Rupiah, Except Otherwise Stated)

**3 CASH ON HAND AND IN BANKS**

The details as of December 31, are as follows:

	December 31, 2019	December 31, 2018
	Rp	Rp
<b>Cash on Hand</b>	8.506.075	1.515.075
<b>Cash in Banks</b>		
<b>In Rupiah</b>		
PT Bank Mandiri (Persero) Tbk	573.838.819	78.596.135
PT Bank Central Asia Tbk	107.797.139	78.461.907
PT Bank Ekonomi Raharja	218.913.138	145.714.595
Total	900.549.096	302.772.637
Total Cash on Hand and in Banks	909.055.171	304.287.712

Interest rate of cash and cash equivalent for the year 2019 and 2018 is 0,25% - 1,90% and 0,25% - 1,90% respectively.

**4 TRADE RECEIVABLES**

The details as of December 31, are as follows:

	December 31, 2019	December 31, 2018
	Rp	Rp
<b>Third Parties</b>		
<b>In Rupiah</b>		
PT. Kalila EMP Bentu	1.564.432.892	1.463.071.905
PT. Bumi Siak Pusako	580.072.072	628.877.174
PT. Telekomunikasi Selular	424.175.419	422.222.908
PT. Bank Ekonomi	216.472.513	188.642.232
PT. Dipo Star Finance	222.164.563	184.019.012
PT. Sidmunds Jaya Abadi	178.095.576	178.122.576
Pers BOB PT Bumi Siak Pusako Pertamina Hulu	113.384.029	-
PT. Control System	112.024.983	70.912.483
BP Migas Perwakilan Wilayah Sumbagut	93.573.054	116.803.147
PT. Imeco Inter Sarana	74.807.637	118.536.354
PT. Millennium Penata Futures	100.466.840	100.466.840
Lain-lain (saldo masing-masing di bawah Rp 100.000.000)	819.004.722	546.238.823
TOTAL	4.498.674.300	4.017.913.454

The age of account receivable as of December 31, 2019 and 2018 us 1 to 30 days.

The account receivable is receivable from leasing service of building.

Based on the review of te status of the individual receivable account at year end, the Company's and Subsidiaries' management believe that such receivable are collectible. Therefore no allowance for doubtful accounts was provided in 2019 and 2018.

# PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

## 5 OTHERS RECEIVABLES

The details as of December 31, are as follows:

	December 31, 2019	December 31, 2018
	Rp	Rp
Receivable of Employees	2.000.000	3.000.000
Temporary Loans	4.500.000	1.760.000
Inter company borrowing	11.567.812	11.567.812
<b>TOTAL</b>	<b>18.067.812</b>	<b>16.327.812</b>

## 6 BALANCE AND TRANSACTIONS WITH RELATED PARTIES

In the normal course of business, the Company and its Subsidiaries have engaged in transactions with related parties principally consisting of interest-free financial

The details of balances and transactions with related parties are as follows.

	Amount		Percentage of total	
	Assets/ Liabilities		December 31, 2018	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
	Rp	Rp	%	%
<b>Due From related Parties</b>				
PT Karangjuang				
Hijau Lestari	-	1.100.000.000	-	3,165
PT Bumi Sawit Perkasa	143.606.111	119.116.965	0,447	0,343
PT Panca Surya Persada	144.069.336	144.069.336	0,448	0,415
PT Meridan Sejati Surya				
Plantation	141.218.428	96.279.184	0,160	0,077
PT Ciliandra Perkasa	51.314.649	26.825.503	0,160	0,077
Others (Accounts with				
balances below				
Rp100.000.000 each)	493.680.375	322.144.473	1,535	0,927
<b>Total</b>	<b>973.888.899</b>	<b>1.808.435.461</b>	<b>2,749</b>	<b>5,004</b>
<b>Rent Deposit</b>	-	164.397.000	-	0,458
<b>Other Income-Net</b>				
Building Rental	4.055.940.562	2.966.618.521	12,615	8,270



# PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

The nature of the account/ transaction relationship with related parties are as follows.

Related Parties	Relationship	The Nature of Account/ Transaction
PT Subur Arum Makmur	Affiliated	Building rental
PT Muriniwood Indah Industry	Affiliated	Building rental
PT Perdana Intisawit Perkasa	Affiliated	Building rental
PT Panca Surya Agrindo	Affiliated	Building rental
PT Surya Intisari Raya	Affiliated	Building rental
PT Meridan Sejati Surya Plantation	Affiliated	Building rental
PT Ciliandra Perkasa	Affiliated	Building rental
PT Panca Surya Garden	Affiliated	Building rental
PT Arindo Trisejahtera	Affiliated	Building rental
PT Karangjuang Hijau Lestari	Affiliated	Sales fixed asset
Martias	Stckholders, Vice President, Commisioner of the Company and Subsidiaries	Borrowing transactions with no interest nor fixed repayment schedule
PT Panca Surya Persada	Affiliated	Loan without interest nor fixed repayment schedule and building rental
PT Fangiono Jayaperkasa	Majority Stockholders	Marketable Securities of Surya Dumai Industri Finance Company BV.

# PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

## 7 INVENTORIES

These inventories are finished goods of Saw Dust ( Kayu Gergajian) and Moulding for the year 2019 and 2018 is Rp1.370.708.530 respectively.

These inventories are not assured because the Company management judged it is not necessary.

Base on reviewing of the Company management and Subsidiary that allowance on decreasing of inventories are not useful because the company is not operating any more. Planned inventory will be evaluated again after the completion of the debt restructuring securities in particular with Bank of China (see notes No. 12).

## 8 PROPERTY, PLANT AND EQUIPMENT

The details as of December 31, are as follows:

	December 31, 2019			
	Beginning Balance	Additions	Deductions	Ending Balance
	Rp	Rp	Rp	Rp
<b>Carrying Value</b>				
<b>Industry</b>				
<b>Direct Acquisitions</b>				
Land	16.307.951.720	-	-	16.307.951.720
Buildings and Infrastructure	60.883.558.801	-	616.000.000	60.267.558.801
Machinery and Equipment	118.432.658.327	-	742.844.538	117.689.813.788
Transportation Equipment	2.883.261.389	25.000.000	-	2.908.261.389
Office Equipment	5.974.917.374	-	-	5.974.917.374
Total	<u>204.482.347.610</u>	<u>25.000.000</u>	<u>1.358.844.538</u>	<u>203.148.503.072</u>
<b>Accumulated Depreciation</b>				
<b>Industry</b>				
<b>Direct Acquisitions</b>				
Buildings and Infrastructure	55.531.465.621	2.167.772.243	616.000.000	57.083.237.864
Machinery and Equipment	111.924.629.094	176.736.090	665.837.763	111.435.527.421
Transportation Equipment	2.882.672.761	2.500.000	-	2.885.172.761
Office Equipment	5.956.550.706	5.800.000	-	5.962.350.706
J u m l a h	<u>176.295.318.182</u>	<u>2.352.808.333</u>	<u>1.281.837.763</u>	<u>177.366.288.752</u>
<b>Net Book Value Before</b>				
<b>Impairment of Assets Value</b>	28.187.029.429			25.782.214.320
<b>Impairment of Assets Value</b>	<u>(6.034.050.235)</u>	<u>-</u>	<u>-</u>	<u>(6.034.050.235)</u>
<b>Net Book Value Before</b>				
<b>Impairment of Assets Value</b>	<u>22.152.979.194</u>			<u>19.748.164.085</u>

**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)**  
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	December 31, 2018			
	Beginning Balance	Additions	Deductions	Ending Balance
	Rp	Rp	Rp	Rp
<b>Carrying Value</b>				
<b>Industry</b>				
<b>Direct Acquisitions</b>				
Land	16.307.951.720	-	-	16.307.951.720
Buildings and Infrastructure	60.883.558.801	-	-	60.883.558.801
Machinery and Equipment	119.029.948.365	-	597.290.038	118.432.658.327
Transportation Equipment	3.019.261.389	-	136.000.000	2.883.261.389
Office Equipment	5.974.917.374	-	-	5.974.917.374
Total	<u>205.215.637.648</u>	<u>-</u>	<u>733.290.038</u>	<u>204.482.347.610</u>
<b>Accumulated Depreciation</b>				
<b>Industry</b>				
<b>Direct Acquisitions</b>				
Buildings and Infrastructure	53.335.352.283	2.196.113.337	-	55.531.465.621
Machinery and Equipment	111.313.529.400	1.208.389.733	597.290.038	111.924.629.094
Transportation Equipment	3.017.674.870	997.891	136.000.000	2.882.672.761
Office Equipment	5.951.234.040	5.316.667	-	5.956.550.706
Total	<u>173.617.790.593</u>	<u>3.410.817.628</u>	<u>733.290.038</u>	<u>176.295.318.182</u>
<b>Net Book Value Before</b>				
<b>Impairment of Assets Value</b>	31.597.847.055			28.187.029.428
<b>Impairment of Assets Value</b>	<u>(6.034.050.235)</u>	<u>-</u>	<u>-</u>	<u>(6.034.050.235)</u>
<b>Net Book Value Before</b>				
<b>Impairment of Assets Value</b>	<u>25.563.796.820</u>			<u>22.152.979.193</u>

Depreciation expenses of the property, plant and equipment of direct acquisitions in 2019 and 2018 are allocated to as follows.

	December 31, 2019	December 31, 2018
	Rp	Rp
Charged to		
General and Administrative Expenses	2.079.696.627	2.076.713.294
Other Charges	273.111.706	1.334.104.334
Total	<u>2.352.808.333</u>	<u>3.410.817.628</u>

**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

The details of property and equipment sold and written-off are as follows.

	<u>December 31, 2019</u>	<u>December 31, 2018</u>
	Rp	Rp
At Cost		
Building and Equipment	616.000.000	-
Machinery and Equipment	742.844.538	597.290.038
Transportation Equipment	-	136.000.000
Total Cost	<u>1.358.844.538</u>	<u>733.290.038</u>
Accumulated Depreciation		
Net	<u>(1.281.837.763)</u>	<u>(733.290.038)</u>
Rugi Penghapusan Aktiva Tetap	-	-
Book Value of Sold Equipment	77.006.775	-
Selling Price and Insurance Claim	<u>1.282.476.000</u>	<u>2.000.000.000</u>
Gain on Insurance Claim and Sales on Equipment	<u>1.205.469.225</u>	<u>2.000.000.000</u>

Property, plant and equipment that is directly owned, is covered by insurance against fire and other risk by coverage in amount USD10.783.524, equivalent to Rp152.489.812.884 and its matured date in January 31, 2020. The management conclude that this amount is enough to cover the probability risk in the future.

Property, plant and equipment which is owned directly is used as collateral to Prinsep Management Ltd. according to take-over liabilities from BPPN.

Based on their review, the management of the Company identified that here is an indication of impairment of assets value at year-end because the condition at the time many part of the machinaries are broken because of no maintenance, therefore on 2007 the Company have made allowance of impairment of fixed assets in amount Rp6.034.050.235. But on 2019 and 2018, planned if it will be beneficial valuation of fixed assets. Separation and revaluation of investment property following a planned debt restructuring securities in particular with Bank of China (see notes No. 12).

**9 OTHERS ASSETS**

The details as of December 31, are as follows:

	<u>December 31, 2019</u>	<u>December 31, 2018</u>
	Rp	Rp
Short term deposit on Building Leasing and Contribution of Membership	227.237.500	227.237.500
Not used Land	<u>4.001.384.200</u>	<u>4.001.384.200</u>
Total	<u>4.228.621.700</u>	<u>4.228.621.700</u>

**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

**10 TAXATION**

The details as of December 31, are as follows:

	December 31, 2019	December 31, 2018
	Rp	Rp
<b>Taxes Payables</b>		
Value added Tax	537.104.257	540.459.670
Income Tax Article 21	43.802.633	488.247
Income Tax Article 23	1.705.855	15.442.834
	<u>582.612.745</u>	<u>556.390.751</u>

Reconciliation between income (loss) before provision for income tax as shown in the Consolidated Financial Statements with the estimated financial loss for the years ended December 31, 2019 and 2018 is as follows.

	December 31, 2019	December 31, 2018
	Rp	Rp
Income (Loss) before Provision for Income Tax per Consolidated Statement of Income Deduction	35.003.262.157	(60.415.897.083)
Loss before Provision for Income Tax and Extraordinary Item - Subsidiary	-	-
Income (loss) the before Provision for Income Tax - Company	<u>35.003.262.157</u>	<u>(60.415.897.083)</u>
Timing Differences :		
Estimated Employee Benefits	(1.799.495.564)	2.653.037.729
Depreciation of Property, Plant and Equipment of Direct Acquisition and Capitalization of Loss on Obligation under Capital Lease	7.538.628	1.054.073.152
Amortization of Preoperating Expenses	(864.116)	(960.128)
Total Timing Differences	<u>(1.792.821.052)</u>	<u>3.706.150.753</u>
Permanent Differences :		
Non Deductable Expenses	84.197.790	114.988.129
Equity in Net Losses (Earnings) of Associated Companies	-	-
Income Subjected to Final Income Tax Before Realization of Foreign Exchange	(3.448.908.600)	(3.393.805.130)
	<u>(38.144.159.940)</u>	<u>61.359.484.869</u>
Total Permanent Differences	<u>(41.508.870.750)</u>	<u>58.080.667.868</u>
Estimated Fiscal Income (Loss) - Company	<u>(8.298.429.645)</u>	<u>1.370.921.538</u>

# PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

Estimated Fiscal Income (Loss) - Company	(8.298.429.645)	1.370.921.538
Accumulated Fiscal Loss, beginning - Company		
In 1999 - SKPLB No. 00087/406/99/054/01	(43.489.499.558)	(43.489.499.558)
In 2000 - SKPLB No. 00128/406/00/054/02 & SKDJ No. 396/ WPJ.07/BD.05/2004	(45.989.401.104)	(45.989.401.104)
In 2001 - SKDJP No. 97/WPJ.07/KP.0809/2004	(59.359.807.877)	(59.359.807.877)
In 2002	(167.067.606.934)	(167.067.606.934)
In 2003	283.362.543.510	283.362.543.510
In 2004	25.753.250.446	25.753.250.446
In 2005	(13.133.660.129)	(13.133.660.129)
In 2006	(29.419.685.952)	(29.419.685.952)
In 2007	(15.050.664.412)	(15.050.664.412)
In 2008	50.993.599.518	50.993.599.518
In 2009	(5.555.582.047)	(5.555.582.047)
In 2010	(5.704.254.338)	(5.704.254.338)
In 2011	(5.186.591.808)	(5.186.591.808)
In 2012	(6.139.881.688)	(6.139.881.688)
In 2013	(2.329.154.128)	(2.329.154.128)
In 2014	(8.997.491.243)	(8.997.491.243)
In 2015	(10.061.856.690)	(10.061.856.690)
In 2016	(10.442.576.747)	(10.442.576.747)
In 2017	(12.341.026.376)	(12.341.026.376)
In 2018	1.370.921.538	-
Accumulated Fiscal Loss, Ending - Company	(87.086.855.665)	(78.788.426.020)

Based on the auditing for fiscal year 2003, Kantor Pelayanan Pajak (KPP) Pekanbaru Senapelan have stated the Tax Assessment Letter on Under Payment (SKPKB) that is not presented in the financial statement because the Company is still submitted appeal to the Tax Court. The Assesment Letter on Under Paymet are as follow.

Number	The No. of Appeal Letter	Taxes	Amount Rp
*00157/201/03/211/05	007/SDI- ACCT/III/2007	Income Tax - Article 21	306.699.245
	Total Tax Underpayment		306.699.245

\*. 'The Tax Court has published the Decision Letter No. Put-25543/PP/M.VII/10/2010 dated August 26, 2010 which contents accepted all the Appeal Letter of the Company No.007/SDI-ACCT/III/2007, but Dirjend Pajak submitted appeal letter (Peninjauan Kembali - PK) to Mahkamah Agung.on the decision letter by the letter of Memori PK No. S-10451/PJ.07/2010 dated December 22, 2010 and up to the date of this report, there is no decision of Mahkamah Agung yet.

\*\* 'On tax assessment letters (SKPKB) Number 00003/204/03/211/05 Rp 2,655,607,189 were compared by the entity with the letter of Appeal No.006 / SDI-ACCT / III / 2007 and the Tax Court has issued Decision No. Put-22330 / PP / M.VII / 13/2010 dated 25 February 2010 that it granted the entire Appeal that entity, but the Tax Office made a Reconsideration Request (SR) to the Supreme Court by issuing Memory PK No. S-5712 / PJ.07 / 2010 dated June 24, 2010 and the Supreme Court by issuing Decision No. 285 / B / PK / PJK / 2012 on July 23, 2013 rejecting entirely Reconsideration Request the Directorate General of Taxes.

**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

The computation of provision for deferred income tax of the Company and Subsidiaries are as follows.

	<u>December 31, 2019</u>	<u>December 31, 2018</u>
	Rp	Rp
<b>Company</b>		
Provision for Deferred Income Tax for the Effect of on maximum tax rate in amount 25 %		
Estimated employee Benefits	(449.873.891)	663.259.432
Depreciation of Property, Plant and Equipment and Capitalization of Loss on Foreign Exchange	1.884.657	263.518.288
Amortization of Praoperating Expenses	(216.029)	(240.032)
<b>Total</b>	<u>(448.205.263)</u>	<u>926.537.688</u>
<b>Subsidiaries</b>		
<b>Total Provision for Deferred Income Tax</b>	<u>(448.205.263)</u>	<u>926.537.688</u>

Tax effects on timing differences between commercial and fiscal reporting are as follows.

	<u>December 31, 2019</u>	<u>December 31, 2018</u>
	Rp	Rp
<b>Company</b>		
Deferred Tax Liabilities :		
Estimated Employee Benefits	2.988.439.023	3.438.312.914
Amortization of Praoperating Expenses	6.142.037	6.358.066
Depreciation of Property, Plant and Equipment and Capitalization of Loss on Foreign Exchange	(2.125.738.777)	(2.127.623.434)
<b>Total Deferred Tax Liabilities - Net</b>	<u>868.842.283</u>	<u>1.317.047.546</u>

Calculation of income tax related to other comprehensive income (loss) as follows :

	<u>December 31, 2019</u>	<u>December 31, 2018</u>
	Rp	Rp
Time difference		
<b>Subsidiaries</b>		
The Difference of exchange rate of translation of	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
<b>Subsidiaries</b>		
Provision of income tax related to effect of time difference on maximum tax rate in amount 25 %		
The difference of exchange rate of translation of financial statement in	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
<b>Subsidiaries</b>		
Differed Tax Liabilities		
The difference of exchange rate of translation of financial statement in	<u>(490.529.920)</u>	<u>(490.529.920)</u>
<b>Total defferred tax liabilities - net</b>	<u>(490.529.920)</u>	<u>(490.529.920)</u>



# PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

Deferred Tax Liabilities :		
Company	868.842.283	1.317.047.546
Subsidiaries	<u>(490.529.920)</u>	<u>(490.529.920)</u>
Total	<u>378.312.363</u>	<u>826.517.626</u>

The amount of fiscal loss that can be used, as a basis in the computation of Deferred Tax Assets is the fiscal loss, which can be compensated against taxable income before the fiscal loss expires.

### 11 ACCURED EXPENSES

The details as of December 31, are as follows:

	<u>December 31, 2019</u>	<u>December 31, 2018</u>
	Rp	Rp
Interest	246.962.288.493	257.266.448.433
Salaries and Other Benefits	378.519.517	295.114.684
Others (Amounts with Balances below Rp 50,000,000 each)	<u>20.752.641</u>	<u>114.633.376</u>
Total	<u>247.361.560.651</u>	<u>257.676.196.493</u>

### 12 FLOATING RATE NOTES

On December 20, 1996, Surya Dumai Finance Company, BV (SDIFC), a Subsidiary, issued a USD65.000.000 Floating Rate Notes (the Notes) which is unconditionally and irrevocably guaranteed by the company and listed at the Luxemburg Stock Exchange. SDI FC has repurchased part of the Notes amounting to USD17.000.000. The Notes bore interest at LIBOR plus 2,5% per annum, which was paid semi annually on June 20 and December 20 starting June 20, 1997. The Notes matured in December 2001 and may be redeemed, at their principal amount, at the option of the holders in December 1999 or on any interest payment date if Martias and related parties all together own, directly or indirectly, less than 51% of the issued capital stock of the Company.

Based on the terms and conditions of the Notes, the Company is required, among others, to maintain a consolidated net worth of not less than Rp300.000.000.000 and other financial ratios. Except under certain circumstances, the Company and its subsidiaries are not permitted to incur any conditional indebtedness, as long as the Notes remain Outstanding.

Since 1999, the Company has been technically identified for certain defaults in relations with the maintenance of financial ratios and interest payment. Based on the term and conditions of the Notes, in the evenly default, the Notes shall immediately become due and payable at their principal amount together with accrued interest.

# PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

The Company negotiated with note holders concerning its obligations on the Notes. In 2002 the company proposed to restructure its obligations with the following options.

- 1 To Convert 100% of the principal obligation to the Company's share and the accrued interest at Rp450 per share.
- 2 To convert 95% of the principal obligations to the Company's shares and 100% of the accrued interest at Rp450 per share.

Based on confirmation letter of PT Sucorinvest Central Gani which act on behalf of Wilner Financial Management Ltd., Wilner Financial Management Ltd has purchased Notes published by PT Surya Dumai Industri Finance Company,BV (Subsidiary), from Indover Bank in amount USD2.500.000 and PT Bank Niaga in amount USD2.500.000. After the changing of the Noteholder, the current Noteholders are as follows.

No.	Noteholders	Amount
		USD
1.	Prinsep Management Ltd.	28.000.000
2.	Wilner Financial Management Ltd.	15.000.000
3.	Regency View Holding Inc'	3.000.000
4.	Bank of China	2.000.000
	Total	48.000.000

Up to the date of this Consolidated Financial Statement, the Company is still discussing and negotiating with the Bank of China who disagree to the restructuring plan.

### 13 EMPLOYEE BENEFITS

The Company and Subsidiaries counted and recognized estimated liability for employee benefits for their entire permanent employees based on law No. 13 dated March 25, 2003, concerning "Manpower" and Surat Decree of the Minister of Manpower of the Republic of Indonesia No. Kep-150 / Men / 2000 dated June 20, 2000 concerning "Settlement of Work Dismissal and Determination of Severance Money, Money Gratuity and Compensation Payments Company. The Company's and the Subsidiary's estimated liabilities for the employee benefit was determined based on the calculation of the Company and subsidiary. However, no fund was allocated for such estimated liabilities for employee benefits. The total number of Company's and Subsidiary's employees entitled to the such benefits as of December 31, 2019 and 2018 are 52 and 52 respectively.

Employees are not follow Pensiun Plan (Program Pensiun) and the Company do not arrange Pensiun Plan, because management consider that on the 52 employees for the 2019 and 52 employees for the 2018, the Company has ability to fulfill all these liabilities.

# PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

The Company did not use the service of the actuaris anymore for counting the employee's benefit.

The assumption used in determining the estimated liabilities for employees benefits as of December 31 are as follows.

Normal pension age	: 55 years
Salary increment rate	: 10 % per
Technical discount interest rate	: 12 % per annum
Method	: Projected Credit Unit

Changes in the estimated liabilities for employee benefits are as follows.

	<u>December 31, 2019</u>	<u>December 31, 2018</u>
	Rp	Rp
Beginning Balance	15.521.146.317	18.174.184.046
Expenses - Current Year	1.799.495.564	1.722.576.128
Benefit Payments	-	(4.375.613.857)
Ending Balance	<u>17.320.641.881</u>	<u>15.521.146.317</u>

The cost of the estimate employee benefits in year 2019 and 2018 is presented as Operating Expenses. Management believes that that the estimated liabilities for the employee benefits are sufficient to cover the Company's and subsidiary's obligations.

#### 14 DUE TO PRINSEP MANAGEMENT LTD.

The balance of payable to Prinsep Management Ltd. As of December 31, 2019 dan 2018 is in amount Rp80.607.417.922,- and Rp80.618.917.922,- respectively.

The Company previously had liabilities to the Indonesian Bank Restructuring Agency (IBRA). In 2002, the company's liabilities were sold through BPPN asset tender. Based on Announcement Letter from IBRA No. S-0530/AMK-PAK1/BPPN/0602 dated June 28, 2002 the Company's liabilities to IBRA were transferred to Florida Commerce Ltd. as Notarized in Deed No. 45 dated June 28, 2002 of Public Notary Weni Kurniawati Hami Seno, SH, a Notary in Jakarta. The Company's total liabilities transferred to Florida Commerce Ltd. amounted to Rp807.738.504.700.

At the time of transfer, the Company recorded its liabilities to IBRA at Rp650.943.078.270 resulting in a difference of Rp156.795.426.430 less than the amount recorded by IBRA. The Company recorded such difference as Financial Charges in the Consolidated Statement of Income in 2002.

Based on Letter from Florida Commerce Ltd.No. 008/FCL/VII/02 dated Juli 10, 2002, part of the Company's liabilities amounting to Rp15.000.000.000 was sold to PT Maxima Perdana Finance.

# PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

Based on Letter from Florida Commerce Ltd. No. 035/FCL/XI/02 dated November 18, 2002 and Letter from Prinsep Management Ltd. No. 55/PML/FIN/XI/02 dated November 18, 2002, the Company's liability to Florida Commerce Ltd. was transferred to PT Prinsep Management Ltd. which is notarized in Notarial Deed No. 17 dated December 19, 2002 of Dewi Himijati Tandika, SH, Notary in Jakarta.

Based on Notarial deed No. 67 dated June 25, 2003 of Dewi Himijati Tandika, SH, a Notary in Jakarta, the Company's liabilities to Prinsep Management Limited will be restructured are as follows.

- Liability amounting to Rp400.000.000.000 is to be calculated with the purchase of the Company's investment in converted bond.
- Liability amounting to Rp300.000.000.000 is to become te investment is shares of stock of Prinsep Management Ltd. In the Company's capital with par value of Rp450 per share. Thus total shares owned by Prinsep Management Ltd. Becomes 666,666,667 shares.
- Liability amounting to Rp92.738.504.700 is to become non-interest bearing loan with a one year repayment schedule, which can be extended upon agreement from both parties.

Should the Company fail to repay the obligation on the due date for whatever reasons, the company is a liable to pay penalty of 1% per month.

## 15 CAPITAL STOCK

The details of Stockholders of Company as of December 31, 2019 and 2018 are as follows.

Stockholders	2019		
	Subscribed and Fully Paid		
	Percentage of Ownership %	Total Shares	Total Rp
PT Fangiono Jayaperkasa	50,4737	1.598.333.285	159.833.328.500
PT Fangiono Agro Plantation	10,1070	320.054.625	32.005.462.500
M a r t i a s	23,8981	756.772.502	75.677.250.200
S u l a i d i	12,5600	397.733.000	39.773.300.000
Others (Amounts with balances below 5% each)	2,9613	93.773.255	9.377.325.500
Total	<u>100</u>	<u>3.166.666.667</u>	<u>316.666.666.700</u>
Stockholders	2018		
	Subscribed and Fully Paid		
	Percentage of Ownership %	Total Shares	Total Rp
PT Fangiono Jayaperkasa	50,4737	1.598.333.285	159.833.328.500
PT Fangiono Agro Plantation	10,1070	320.054.625	32.005.462.500
M a r t i a s	23,8981	756.772.502	75.677.250.200
S u l a i d i	12,5600	397.733.000	39.773.300.000
Others (Amounts with balances below 5% each)	2,9613	93.773.255	9.377.325.500
Total	<u>100</u>	<u>3.166.666.667</u>	<u>316.666.666.700</u>

**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**  
 NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)  
 (Expressed in Rupiah, Except Otherwise Stated)

**16 ADDITIONAL PAID-IN CAPITAL**

This account represents the difference between the share par value and selling price when the Company offered the shares to the public through the capital market and issued new shares without preemptive right, which proceed obtained from the public offering and new shares issuance.

The details as of December 31, are as follows:

	<u>December 31, 2019</u>	<u>December 31, 2018</u>
	Rp	Rp
Public Offering	3.118.000.000	3.118.000.000
Issuance of Newshare without Preemptive Right	<u>233.333.333.300</u>	<u>233.333.333.300</u>
Total	<u><u>236.451.333.300</u></u>	<u><u>236.451.333.300</u></u>

**17 DIFFERENCE ARISING FROM CHANGES IN EQUITY TRANSACTION OF SUBSIDIARIES**

Mutation Difference Arising from changes in Equity Transaction of Subsidiaries, are as follows.

	<u>December 31, 2019</u>	<u>December 31, 2018</u>
	Rp	Rp
Beginning balance, as of January 1	1.471.589.759	1.471.589.759
Current Year	<u>-</u>	<u>-</u>
Ending balance, as of December 31	<u><u>1.471.589.759</u></u>	<u><u>1.471.589.759</u></u>

**18 NET SALES**

The net sales on period 2019 dan 2018 respectively 0 ( nihil ).

**19 COST OF SALES**

The cost of goods sold for the period 2019 dan 2018 respectively 0 ( nihil ).

**20 OPERATING EXPENSES**

The details of operating expenses are as follows.

	<u>December 31, 2019</u>	<u>December 31, 2018</u>
	Rp	Rp
<b>General and Administrative Expenses</b>		
Salaries and Employee Benefits	4.199.496.778	4.072.645.438
Estimated Liabilities for Employee Benefits	1.885.596.189	1.722.576.128
Depreciations	2.079.696.627	2.076.713.294
Telephone, Telex, Water and Electricity	2.375.129.098	2.215.535.084
Maintenance	761.096.694	1.076.328.662
Professional Fees	54.000.000	90.286.500
Office Administration	355.332.910	644.231.024
Others (Amounts with balances below Rp 100,000,000 each)	<u>1.513.025.645</u>	<u>1.342.987.670</u>
TOTAL	<u><u>13.223.373.941</u></u>	<u><u>13.241.303.800</u></u>

**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

**21 GAIN ON FOREIGN EXCHANGE - NET**

The basis for Recognizing Gain and Loss of Foreign Exchange are as follow.

	2019				
	Amount USD	Exchange rate Jan 1, 2018	Exchange rate Dec 31, 2018	Difference Exchange rate	Gain (Loss) of Foreign Exchange
Payable of FRN	48.000.000	14.481	13.901	580	27.840.000.000
Interest Expense of FRN have it be paid	17.765.793	14.481	13.901	580	<u>10.304.159.940</u>
<b>T o t a l</b>					<u><u>38.144.159.940</u></u>
	2018				
	Amount USD	Exchange rate Jan 1, 2017	Exchange rate Dec 31, 2017	Difference Exchange rate	Gain (Loss) of Foreign Exchange
Payable of FRN	48.000.000	13.548	14.481	(933)	(44.784.000.000)
Interest Expense of FRN have it be paid	17.765.793	13.548	14.481	(933)	<u>(16.575.484.869)</u>
<b>T o t a l</b>					<u><u>(61.359.484.869)</u></u>

**22 OTHERS - NET**

The details of other income and expenses are as follows.

	December 31, 2019 Rp	December 31, 2018 Rp
Gain on Foreign Exchange - Net	38.144.159.940	(61.359.484.869)
Revenue from Building Rental	11.746.970.554	11.737.578.061
Gain of Disposal Fixed Asset	1.205.469.225	2.000.000.000
Finance Charges - Net	8.593.702	(1.343.602)
Other - Net		
Other income (loss)	(131.815.332)	4.238.930.180
Factory Depreciation Expense	(273.111.706)	(1.334.104.334)
Other Expenses (Factory)	<u>(2.473.630.286)</u>	<u>(2.456.168.719)</u>
<b>T o t a l</b>	<u><u>48.226.636.098</u></u>	<u><u>(47.174.593.283)</u></u>

Rental income is currently building the company's main income, but the income is not included revenue estimates because not Change a company's business activities especially its articles into building management.

**PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)**  
(Expressed in Rupiah, Except Otherwise Stated)

**23 BUSINESS SEGMENT INFORMATION**

The details of net sales, operating income, and total assets based on the business segment of the Company and consolidated subsidiaries (see note 2p) are as follows.

	2019			
	Moulding			
	Industry Rp	Fund Rp	Elimination Rp	T o t a l Rp
Sales	-	-	-	-
Cost of Goods Manufactured	-	-	-	-
Cost of Sales	-	-	-	-
Segment Result	-	-	-	-
General and Administrative Expenses	<u>(13.223.373.941)</u>	-	-	<u>(13.223.373.941)</u>
Operating Income (Loss)	(13.223.373.941)	-	-	(13.223.373.941)
Gain (Loss) on Foreign Exchange - net	38.144.159.940	-	-	38.144.159.940
Financial Charges - Net	8.593.702	-	-	8.593.702
Income of Building Rental - net	11.746.970.554	-	-	11.746.970.554
Gain of Disposal Fixed Asset	1.205.469.225	-	-	1.205.469.225
Others - Net	<u>(2.878.557.323)</u>	-	-	<u>(2.878.557.323)</u>
Income (Loss) before Provision for Income Tax	35.003.262.157	-	-	35.003.262.157
Tax Expenses	<u>(448.205.263)</u>	-	-	<u>(448.205.263)</u>
Net Income (Loss) - Net	<u>34.555.056.894</u>	-	-	<u>34.555.056.894</u>
Segment Assets	<u>32.643.412.863</u>	<u>753.524.007.147</u>	<u>(754.014.537.067)</u>	<u>32.152.882.943</u>
Total Assets	<u>32.643.412.863</u>	<u>753.524.007.147</u>	<u>(754.014.537.067)</u>	<u>32.152.882.943</u>
Segment Liabilities	<u>32.643.412.863</u>	<u>753.524.007.147</u>	<u>(754.014.537.067)</u>	<u>32.152.882.943</u>
Total Liabilities	<u>32.643.412.863</u>	<u>753.524.007.147</u>	<u>(754.014.537.067)</u>	<u>32.152.882.943</u>
	2018			
	Moulding			
	Industry Rp	Fund Rp	Elimination Rp	T o t a l Rp
Sales	-	-	-	-
Cost of Goods Manufactured	-	-	-	-
Cost of Sales	-	-	-	-
Segment Result	-	-	-	-
General and Administrative Expenses	<u>(13.241.303.800)</u>	-	-	<u>(13.241.303.800)</u>
Operating Income (Loss)	(13.241.303.800)	-	-	(13.241.303.800)
Gain (Loss) on Foreign Exchange - net	(61.359.484.869)	-	-	(61.359.484.869)
Financial Charges - Net	(1.343.602)	-	-	(1.343.602)
Income of Building Rental - net	11.737.578.061	-	-	11.737.578.061
Gain of Disposal Fixed Asset	2.000.000.000	-	-	2.000.000.000
Others - Net	<u>448.657.127</u>	-	-	<u>448.657.127</u>
Income (Loss) before Provision for Income Tax	<u>(60.415.897.083)</u>	-	-	<u>(60.415.897.083)</u>
Tax Expenses	<u>926.537.688</u>	-	-	<u>1.775.341.287</u>
Net Income (Loss) - Net	<u>(59.489.359.395)</u>	-	-	<u>(58.640.555.796)</u>
Segment Assets	<u>35.245.378.890</u>	<u>800.467.596.664</u>	<u>(800.958.126.584)</u>	<u>34.754.848.969</u>
Total Assets	<u>35.245.378.890</u>	<u>800.467.596.664</u>	<u>(800.958.126.584)</u>	<u>34.754.848.969</u>
Segment Liabilities	<u>35.245.378.890</u>	<u>800.467.596.664</u>	<u>(800.958.126.584)</u>	<u>34.754.848.969</u>
Total Liabilities	<u>35.245.378.890</u>	<u>800.467.596.664</u>	<u>(800.958.126.584)</u>	<u>34.754.848.969</u>



# PT SURYA DUMAI INDUSTRI Tbk and SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continuation)

(Expressed in Rupiah, Except Otherwise Stated)

## 24 ASSET AND LIABILITIES IN FOREIGN CURRENCIES

The details of assets and liabilities of the Company and Subsidiary in foreign currencies and their translation in Indonesian Rupiah as of December 31, are as follows.

	2019				2018			
	Foreign Currencies		Rupiah Equivalent		Foreign Currencies		Rupiah Equivalent	
<b>Current Assets</b>								
Cash and Cash Equivalent	Euro	-	Rp	-	Euro	-	Rp	-
<b>Current Liabilities</b>								
Accred Expenses	USD	(17.765.793)	Rp	(246.962.288.493)	USD	(17.765.793)	Rp	(257.266.448.433)
Current Maturities of Long-term Debts:								
- Marketable Securities	USD	(48.000.000)	Rp	(667.248.000.000)	USD	(48.000.000)	Rp	(695.088.000.000)
<b>Assets (Liabilities) in</b>								
<b>Foreign Currency -</b>	USD	(65.765.793)	Rp	(914.210.288.493)	USD	(65.765.793)	Rp	(952.354.448.433)
	Euro	-	Rp	-	Euro	-	Rp	-

## 25 AGREEMENT

On December 13, 1996, the Company entered into a Keep Well Agreement with PT. FangionoJayaperkasa (Fangiono), a majority stockholder. Under this Agreement, Fangiono agrees to provide funds by a way of a loan to the Company whenever the Company has insufficient cash or other liquid assets or unused commitments available under its credit facilities to fulfill its obligation under the Floating Rate Notes published by Surya Dumai Industri Finance Company, BV that due on December 2001. Such fund shall be subordinated to the claims of the holders of the said notes. This agreement will be effective until the full payment of the Floating Rate Notes.

## 26 GOING CONCERN

On year 2006, the Company had stopped the production activity of wood panel/triplex as the result the difficulties to getting the material of woods. In that respect, the new company's strategic plan can be drawn up after the debt restructuring securities in particular with Bank of China (see notes No. 12).





## Daftar Isi *Contents*

**Tanggal didirikan / *Date of Establishment***

31 Januari 1979 / *January 31, 1979*

**Tanggal Pencatatan di Bursa Efek Jakarta /  
*Date Listed on Jakarta Stock Exchange***

24 Juli 1996 / *July 24, 1996*

**Susunan Modal / *Capital Structure***

Modal Dasar / *Authorized Capital*

Rp. 1.000.000.000,-

Modal Disetor / *Paid Up Capital*

Rp. 316.666.666.700

Jumlah Saham / *Total Shares*

Rp. 10.000.000.000,-

Nominal Per Saham / *Nominal Value Per Share*

Rp. 100,-

**Kantor Pusat / *Head Office***

Gedung Sahid Sudirman Centre Lantai 22

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Jakarta 10220

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Homepage : [www.sdg.co.id](http://www.sdg.co.id)

**Kantor Perwakilan / *Representative Office***

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Pekanbaru - Riau

Telephone : (0761) - 32888

Faximile : (0761) - 39001, 39002

**Contact Person :**

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**PT. SURYA DUMAI INDUSTRI Tbk.**