

**EMBARGO: 1.30pm (Kuala Lumpur) - 17 July 2005**

## **PRESS RELEASE**

### **New Strategic Shareholder in Bank Lippo – Khazanah Nasional Berhad**

Khazanah Nasional Berhad ("Khazanah") and Swissasia Global ("SAG") are pleased to announce that, Khazanah and its wholly owned subsidiary Santubong Investments BV, have entered into a conditional sale and purchase agreement ("SPA") to acquire SAG's 52.05% equity stake in PT Bank Lippo Tbk ("Bank Lippo"), for cash consideration of between IDR 3.18 trillion and IDR 3.30 trillion ("Proposed Acquisition").

The purchase consideration represents a price-to-book multiple of 2.5x – 2.6x based on 31<sup>st</sup> March 2005 audited accounts. The actual purchase consideration will be finalized upon completion of the 30<sup>th</sup> June 2005 audited accounts.

Khazanah is committed to the long-term development of Indonesia and views this investment as an important milestone towards further strengthening the ties between Malaysia and Indonesia.

Khazanah believes that Bank Lippo's franchise and banking infrastructure will provide an excellent platform to participate in the growth opportunities and strong underlying fundamentals of the Indonesian economy. Bank Lippo has access to over 2.8 million customers, and a strong track record of customer service and innovation.

Bank Lippo is listed on the Jakarta Stock Exchange and ranks as Indonesia's ninth largest bank in terms of assets as of December 2004. The Proposed Acquisition is conditional upon the receipt of all regulatory approvals including approvals from Bank Indonesia and the approval of the shareholders of Bank Lippo. SAG has obtained the consent of the Ministry of Finance to sell its entire shareholding in Bank Lippo to Santubong Investments B.V prior to the expiry of the lockup period pursuant to the sale and purchase agreement between SAG and the Indonesian Banking Restructuring Agency ("IBRA").

The above approvals and other conditions precedent to the Proposed Acquisition are expected to be fulfilled within eight to twelve weeks. Khazanah will be making a tender offer for the remaining shares in Bank Lippo upon completion of the Proposed Acquisition.

Khazanah was advised by BNP Paribas, SAG was advised by Merrill Lynch and Bank Lippo was advised by UBS.

#### **Issued By**

**Khazanah Nasional Berhad and Swissasia Global**

**17<sup>th</sup> July 2005**

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**END**

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### **About PT Bank Lippo Tbk**

Bank Lippo was established in 1948 as Bank Perniagaan Indonesia, the first private bank in Indonesia. Since its establishment in 1948, Bank Lippo has evolved into one of the leading commercial banks in Indonesia and is currently Indonesia's ninth largest commercial bank in terms of total assets. It is listed on the Jakarta Stock Exchange.

Bank Lippo provides "one-stop" banking services to the retail, consumer and commercial segments, international products and investment instruments for its individual and corporate customers, and has a total of 2.8 million accounts. It operates via an extensive distribution network comprising 395 branches and 691 ATMs throughout Indonesia with concentration in the higher growth urban Jakarta and West Java regions.

To date, Bank Lippo has developed one of the most advanced e-banking platforms in Indonesia ("e-LippoLink" and "LippoNetBank") and is regarded as a pioneer in mass-affluent banking, co-brand credit / debit cards and affinity credit cards among local banks in Indonesia. The bank is also one of the largest credit card merchant acquirers and the largest Visa Electron card issuer in Indonesia.

Bank Lippo is now regarded as a forerunner in cash management and consumer banking in Indonesia.

### **About Khazanah Nasional Berhad**

Khazanah is the investment holding arm of the Government of Malaysia entrusted to manage the assets held by the Government and to undertake strategic investments. Khazanah was incorporated under the Companies Act 1965 on 3 September 1993 as a public limited company. The share capital of Khazanah is owned by the Minister of Finance, a body corporate incorporated pursuant to the Minister of Finance (Incorporation) Act, 1957.

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