

PT UNILEVER INDONESIA TBK AND SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2007 AND 2006
(UNAUDITED)

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PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
AS AT SEPTEMBER 30, 2007 AND 2006
(UNAUDITED)

(Expressed in million Rupiah)

	Notes	2007	2006
CURRENT ASSETS			
Cash and cash equivalents	2d, 3	794,417	1,030,051
Trade debtors (Net of allowance for doubtful accounts of Rp 1,721 in 2007 and Rp 1,579 in 2006)			
- Third parties	2g, 4	942,156	808,693
- Related parties	2c, 4	57,878	54,628
Other debtors	5	207,372	27,893
Inventories (Net of provision for obsolete and unused/slow moving stocks of Rp 43,601 in 2007 and Rp 39,371 in 2006)	2h, 6	801,451	789,810
Prepaid taxes	2o, 13c	84,670	88,987
Prepaid expenses	2m, 8	97,051	70,479
Total Current Assets		2,984,995	2,870,541
NON-CURRENT ASSETS			
Amounts due from related parties	2c, 7c	2,143	7,355
Deferred tax assets, net	2o, 13b	41,377	37,142
Fixed assets (Net of accumulated depreciation of Rp 455,031 in 2007 and Rp 396,767 in 2006)	2i, 9a	1,991,518	1,632,907
Intangible assets (Net of accumulated amortisation of Rp 92,410 in 2007 and Rp 77,969 in 2006)	2k, 10	245,163	162,439
Other assets	2m, 11	57,372	64,953
Prepaid pension expense	2p, 16	34,481	33,529
Total Non-current Assets		2,372,054	1,938,325
TOTAL ASSETS		5,357,049	4,808,866

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

PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
AS AT SEPTEMBER 30, 2007 AND 2006
(UNAUDITED)

(Expressed in million Rupiah, except par value per share)

	Notes	2007	2006
CURRENT LIABILITIES			
Trade creditors			
- Third parties	12	657,725	852,099
- Related parties	2c, 12	48,119	70,428
Taxes payable	2o, 13d	268,330	245,092
Accrued expenses	14	1,025,609	746,233
Other liabilities	2f, 15	135,302	84,435
Total Current Liabilities		2,135,085	1,998,287
NON-CURRENT LIABILITIES			
Amounts due to related parties	2c, 7d	105,511	78,326
Employee benefits obligations	2p, 16	121,781	89,020
Total Non-current Liabilities		227,292	167,346
MINORITY INTERESTS	17a	2,299	11,405
EQUITY			
Share capital	2r, 18	76,300	76,300
(Authorised, issued and fully paid-up: 7,630,000,000 common shares at par value of Rp 10 per share for 2007 and 2006)			
Capital paid in excess of par value	2r, 19	15,227	15,227
Fixed assets revaluation reserve	2i, 9b	287,593	287,593
Balance arising from restructuring transactions between entities under common control	2c, 20	80,773	80,773
Appropriated retained earnings	22	15,848	16,929
Unappropriated retained earnings		2,516,632	2,155,006
Total Equity		2,992,373	2,631,828
TOTAL LIABILITIES AND EQUITY		5,357,049	4,808,866

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

PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
FOR THE PERIODS ENDED SEPTEMBER 30, 2007 AND 2006
(UNAUDITED)

(Expressed in million Rupiah, except basic earnings per share)

	Notes	2007	2006
NET SALES	2n, 23	9,603,256	8,669,090
COST OF GOODS SOLD	2n, 24	(4,764,475)	(4,323,856)
GROSS PROFIT		4,838,781	4,345,234
OPERATING EXPENSES		(2,604,866)	(2,399,019)
Marketing and selling expenses	2n, 25a	(2,075,830)	(1,926,023)
General and administration expenses	2n, 25b	(529,036)	(472,996)
OPERATING INCOME		2,233,915	1,946,215
OTHER INCOME/(EXPENSES)		19,423	22,486
(Loss) on disposals of fixed assets	2i, 9e	1,105	580
Gain/(loss) on foreign exchange, net	2e	4,905	(2,985)
Interest income		13,413	24,891
PROFIT BEFORE INCOME TAX		2,253,338	1,968,701
Income tax expense	2o, 13a	(676,820)	(593,755)
INCOME BEFORE MINORITY INTERESTS		1,576,518	1,374,946
MINORITY INTERESTS IN NET (GAIN) OF SUBSIDIARIES	17b	(581)	(1,531)
NET INCOME		1,575,937	1,373,415
BASIC EARNINGS PER SHARE	2t, 27	207	180

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

PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIODS ENDED SEPTEMBER 30, 2007 AND 2006
(UNAUDITED)

(Expressed in million Rupiah)

	<u>Notes</u>	<u>Share capital</u>	<u>Capital paid in excess of par value</u>	<u>Fixed assets revaluation reserve</u>	<u>Balance arising from restructuring transactions between entities under common control</u>	<u>Appropriated retained earnings</u>	<u>Unappropriated retained earnings</u>	<u>Total</u>
Balance at December 31, 2005		76,300	15,227	287,593	80,773	16,442	1,697,191	2,173,526
Net income for the period		-	-	-	-	-	1,373,415	1,373,415
Return of unclaimed dividends	21	-	-	-	-	487	-	487
Dividend	21						(915,600)	(915,600)
Balance at September 30, 2006		<u>76,300</u>	<u>15,227</u>	<u>287,593</u>	<u>80,773</u>	<u>16,929</u>	<u>2,155,006</u>	<u>2,631,828</u>
Balance at December 31, 2006		76,300	15,227	287,593	80,773	15,848	1,892,786	2,368,527
Elimination of unrealised gain/(loss) of PT AL and PT TL		-	-	-	-	-	1,486	1,486
Bagian laba PT AL		-	-	-	-	-	173	173
Net income for the period		-	-	-	-	-	1,575,937	1,575,937
Dividend	21	-	-	-	-	-	(953,750)	(953,750)
Balance at September 30, 2007		<u>76,300</u>	<u>15,227</u>	<u>287,593</u>	<u>80,773</u>	<u>15,848</u>	<u>2,516,632</u>	<u>2,992,373</u>

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

PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SEPTEMBER 30, 2007 AND 2006
(UNAUDITED)

(Expressed in million Rupiah)

	Notes	2007	2006
Cash flows from operating activities			
Receipts from customers		11,341,568	8,897,543
Payments to suppliers		(8,835,191)	(6,374,165)
Payments of directors and employees remuneration		(467,546)	(403,349)
Payments of employee benefits	16	(6,169)	(24,159)
Payments of service fees		(298,695)	(264,088)
Cash from operations		1,733,967	1,831,782
Receipts of interest income		13,413	24,891
Loans to employees		(1,242)	(2,191)
Payments of corporate income tax		(568,367)	(406,673)
		1,177,771	1,447,809
Cash flows from investing activities			
Acquisition of fixed assets	9a	(361,213)	(200,795)
Proceeds from the sale of fixed assets	9d	5,052	2,752
		(356,161)	(198,043)
Cash flows from financing activities			
Purchase of minority share PT AL		(87,563)	-
Dividends paid to minority interests		(953,750)	(916,160)
		(1,041,313)	(916,160)
Net (decrease)/increase in cash and cash equivalents			
		(219,703)	333,606
Effect of exchange rate changes on cash and cash equivalents		(259)	(8,924)
Cash and cash equivalents at the beginning of the year			
		1,014,379	705,369
Cash and cash equivalents at the end of the year			
	2d, 3	794,417	1,030,051
Non-cash transaction			
Acquisition of fixed assets through payables (recorded in "Accrued expenses")		3,503	2,770

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

PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2007 AND 2006

(Expressed in million Rupiah, unless otherwise stated)

1. General

PT Unilever Indonesia Tbk (the "Company") was established on December 5, 1933 as Lever's Zeepfabrieken N.V. by deed No. 23 of Mr. A.H. van Ophuijsen, notary in Batavia. This deed was approved by the Gouverneur Generaal van Nederlandsch-Indie under letter No. 14 on December 16, 1933, registered at the Raad van Justitie in Batavia under No. 302 on December 22, 1933 and published in the Javasche Courant on January 9, 1934 Supplement No. 3.

By deed No. 171 dated July 22, 1980 of public notary Mrs. Kartini Muljadi SH, the Company's name was changed to "PT Unilever Indonesia". By deed No. 92 dated June 30, 1997 of public notary Mr. Mudofir Hadi SH, the Company's name was changed to "PT Unilever Indonesia Tbk". This deed was approved by the Minister of Justice under decision letter No.C2-1.049HT.01.04 TH.98 dated February 23, 1998 and published in State Gazette No. 2620 of May 15, 1998 Supplement No. 39.

The Company listed 15% of its shares on the Indonesian Stock Exchange following the approval of the Chairman of Capital Market Supervisory Board (Bapepam) No.SI-009/PM/E/1981 on November 16, 1981.

At the Company's Annual Grand Meeting on June 13, 2000, the share holders agreed to a stock split, reducing the par value from Rp 1,000 per share to Rp 100 per share. This change was notarized by deed of notary public Singgih Susilo SH No. 19 dated August 4, 2000 and was approved by the Minister of Law and Legislation (formerly Minister of Justice) of the Republic of Indonesia under decree No. C-18481 HT.01.04-TH 2000.

At the Company's Annual General Meeting of the Shareholders on June 24, 2003, the shareholders agreed to a stock split, reducing the par value per share from Rp 100 (full amount) per share to Rp 10 (full amount) per share. This change was notarised by deed No. 46 dated July 10, 2003 of public notary Singgih Susilo SH and was approved by the Minister of Justice and Human Rights of the Republic of Indonesia under decision letter No. C-17533 HT.01.04-TH.2003.

The Company is engaged in the manufacturing, marketing and distributing of consumer goods including soaps, detergents, margarine, dairy based foods, ice cream, tea based beverages and cosmetic products.

As approved at the Company's Annual General Meeting of the Shareholders on June 13, 2000, which was notarised by deed No. 82 dated June 14, 2000 of public notary Singgih Susilo SH, the Company also acts as a main distributor of its products and provides marketing research services. This deed was approved by the Minister of Law and Legislation (formerly Minister of Justice) of the Republic of Indonesia under decision letter No. C-18482 HT.01.04-TH.2000.

The Company commenced commercial operations in 1933.

The Company's office is located at Jalan Jendral Gatot Subroto Kav. 15, Jakarta. The factories are located at Jalan Jababeka 9 Blok D, Jalan Jababeka Raya Blok O, Jababeka Industrial Estate Cikarang, Bekasi, West Java and Jalan Rungkut Industri IV No. 5-11, Rungkut Industrial Estate, Surabaya, East Java.

On November 22, 2000, the Company entered into an agreement with PT Anugrah Indah Pelangi, to establish a new company namely PT Anugrah Lever ("PT AL") which is engaged in manufacturing, developing, marketing and selling soy sauce, chilli sauce and other sauces under the Bango, and other brands under license of the Company to PT AL.

On July 3, 2002, the Company entered into an agreement with Texchem Resources Berhad, to establish a new company namely PT Technopia Lever ("PT TL") which is engaged in the distribution, export and import of goods under the Domestos Nomos trademark. On November 7, 2003 Texchem Resources Berhad entered into a Share Sale and Purchase Agreement with Technopia Singapore Pte. Ltd, in which Texchem Resources Berhad agreed to sell all of its shares in PT Technopia Lever to Technopia Singapore Pte. Ltd.

At the Company's Extraordinary General Meeting of the Shareholders on December 8, 2003, the Company received approval from its minority shareholders to acquire the shares of PT Knorr Indonesia ('PT KI') from Unilever Overseas Holdings Limited (a related party). This acquisition became effective on the signing date of the share sales and purchase agreement between the Company and Unilever Overseas Holdings Limited on January 21, 2004. On July 30, 2004, the Company merged with PT KI. The merger was accounted for using a method similar to the pooling of interest method. The Company was the surviving company and after the merger PT KI no longer existed as a separate legal entity. This merger was in accordance with the approval of the Investment Co-ordinating Board (BKPM) in letter No. 740/III/PMA/2004 dated July 29, 2004.

PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2007 AND 2006

(Expressed in million Rupiah, unless otherwise stated)

The summary of the Company's direct ownership in subsidiaries and the total assets of subsidiaries was as follows:

	Country of domicile	Year of commercial operation commenced	Percentage of ownership		Total assets in Rp billion	
			<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
PT Anugrah Lever	Indonesia	2001	100%	65%	93,6	59,4
PT Technopia Lever	Indonesia	2002	51%	51%	27,9	25,5

In early August 2007, The Company increased its ownership in PT Anugrah Lever to become 100%

As at September 30, 2007, the Company's Boards of Commissioners and Directors were as follows:

Board of Commissioners

President Commissioner : Louis Willem Gunning
 Commissioners : Theodore Permadi Rachmat
 Kuntoro Mangkusubroto
 Cyrillus Harinowo
 Bambang Subianto

Board of Directors

President Director : Maurits Daniel Rudolf Lalisang
 Directors : Graeme David Pitkethly
 Mohammad Effendi Soeparsono
 Joseph Bataona
 Surya Dharma Mandala
 Debora Herawati Sadrach
 Andreas Moritz Egon Rompis
 Bernadette Mary Wake

The Company's Directors, Bernadette Mary Wake resigned as the board member at August 1, 2007.

2. Summary of Significant Accounting Policies

The consolidated financial statements of PT Unilever Indonesia Tbk and subsidiaries (collectively "the Group") were prepared by the Board of Directors and completed on October 30, 2007.

Presented below are the significant accounting policies adopted in preparing the consolidated financial statements of the The Company and subsidiaries, which are in conformity with accounting principles generally accepted in Indonesia.

a. Basis of preparation of the consolidated financial statements

The consolidated financial statements have been prepared under the historical cost convention, with the exception that certain fixed assets have been revalued in accordance with the applicable government regulations (refer to Note 2i) and derivative financial instruments which are valued at fair value (refer to Note 2f).

The consolidated financial statements have also been prepared on the basis of the accruals concept except for the consolidated statements of cash flows.

The consolidated statements of cash flows are prepared based on the direct method by classifying cash flows on the basis of operating, investing and financing activities. For the purpose of the consolidated statements of cash flows, cash and cash equivalents include cash on hand, cash in banks and short-term investments with a maturity of three months or less, net of overdrafts, if any.

PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2007 AND 2006

(Expressed in million Rupiah, unless otherwise stated)

The preparation of the consolidated financial statements in conformity with accounting principles generally accepted in Indonesia requires the use of estimates and assumptions that affects the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, as well as the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best knowledge of current events and activities, actual results may differ from those estimates.

Figures in the consolidated financial statements are rounded to and expressed in millions of Rupiah unless otherwise stated.

b. Principles of consolidation

The consolidated financial statements include the accounts of the Company and the subsidiaries it controls, PT Anugrah Lever and PT Technopia Lever, in which the Company directly has control and ownership of more than 50% of voting rights. The subsidiaries are consolidated from the date on which effective control was transferred to the Company.

The effect of all material transactions and balances between the Company and the subsidiaries has been eliminated in preparing the consolidated financial statements.

The accounting policies adopted in preparing the consolidated financial statements have been consistently applied by the subsidiaries unless otherwise stated.

c. Related party transactions

The Company and its subsidiaries have transactions with related parties. The definition of related parties used is in accordance with Statement of Financial Accounting Standards ("PSAK") 7 "Related party disclosures".

All material transactions with related parties are disclosed in the notes to the consolidated financial statements.

The restructuring transaction between entities under common control was accounted for using a method similar to the pooling of interest method of accounting. The difference between the acquisition cost and the book value of the net asset acquired, excluding retained earnings/accumulated losses, was recorded in "Balance arising from restructuring transactions between entities under common control" account, which is presented in the equity section of the consolidated balance sheet.

d. Cash and cash equivalents

Cash and cash equivalents includes cash on hand, cash in banks, and short-term investments maturing in three months or less.

e. Foreign currencies translation

Transactions denominated in foreign currencies are translated into Indonesian Rupiah at the exchange rates prevailing at the date of the transaction. At the balance sheet date, monetary assets and liabilities in foreign currencies are translated into Indonesian Rupiah at the exchange rates prevailing at that date. Exchange gains and losses arising on transactions in foreign currency and on the translation of foreign currency monetary assets and liabilities are recognised in the consolidated statements of income. The balance sheet date rates used to translate foreign currency balances as of September 30, 2007 were Rp 9,148 (full amount Rupiah) for US Dollar 1 and Rp 12,970 (full amount Rupiah) for Euro 1 (2006: Rp 9,225 (full amount Rupiah) for US Dollar 1 and Rp 10,290 (full amount Rupiah) for Euro 1). As a comparison, the middle rates of Citibank, with whom the Company negotiates most of its foreign currency transaction were Rp 9,147 (full amount Rupiah) for US Dollar 1 and Rp 12,960 (full amount Rupiah) for 1 Euro (2006: Rp 9,229 (full amount Rupiah) for US Dollar 1 and Rp 10,290 (full amount Rupiah) for Euro 1).

PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2007 AND 2006

(Expressed in million Rupiah, unless otherwise stated)

f. Derivative financial instruments

The Company periodically enters into forward foreign currency contracts with external counterparties, in implementing their risk management policies. Changes in the fair value of any derivative instruments that do not qualify for hedge accounting under PSAK 55 (Revised 1999) "Accounting for derivative instruments and hedging activities" are recognised immediately in the consolidated statements of income.

Derivative financial instruments are recognised in the balance sheet as assets or liabilities depending on the rights and obligations as governed by the contract, and recorded at their fair value.

g. Trade debtors

Trade debtors are recognised net of an allowance for doubtful accounts, based on management's review of the collectability of each account at the end of the year. Uncollectible receivables are written off as bad debts during the period in which they are determined to be not collectible.

h. Inventories

Inventories are valued at the lower of cost and net realisable value. The principal method used to determine cost is the average cost method. Cost of finished goods and work in process comprises materials, labour and an appropriate proportion of directly attributable fixed and variable overheads.

A provision for obsolete and unused/slow moving inventories is determined on the basis of estimated future usage or sale of inventory items.

i. Fixed assets and depreciation

Fixed assets are recorded at cost less accumulated depreciation, except for certain fixed assets which were revalued, in accordance with government regulations, to reflect the fair value of the assets.

Historical cost covers expenditure that is directly attributable to the acquisition of the items.

In a revaluation, any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset. The difference resulting from the revaluation of such fixed assets is credited to the "fixed assets revaluation reserve" account presented in the equity section.

Land is not depreciated.

Fixed assets depreciation was calculated using the straight line method to allocate their cost or revalued amount to their residual values over their estimated useful lives as follows:

Buildings	40 years
Machinery and equipment	5-20 years
Motor vehicles	8 years

When assets are retired or otherwise disposed of, their carrying values and the related accumulated depreciation are eliminated from the consolidated financial statements, and the resulting gains and losses on the disposal of fixed assets are recognised in the consolidated statements of income.

The accumulated costs of the construction of buildings and plant and the installation of machinery are capitalised as construction in progress. These costs are reclassified to fixed asset accounts when the construction or installation is complete. Depreciation is charged from such date.

Repairs and maintenance expenses are charged to the consolidated statements of income during the financial period in which they are incurred. The cost of major renovations is included in the carrying amount of the asset when it is probable that future economic benefits in excess of the originally assessed standard of performance of the existing asset will flow to the the Company and subsidiaries. Major renovations are depreciated over the remaining useful life of the related assets.

PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2007 AND 2006

(Expressed in million Rupiah, unless otherwise stated)

j. Impairment of fixed assets and other non-current assets

At balance sheet date, the Company and subsidiaries review whether there is any indication of impairment or not.

Fixed assets and other non-current assets, including intangible assets are reviewed for impairment losses whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount, which is the higher of an asset's net selling price and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows.

k. Intangible assets

The costs of operating rights, trademarks and copyrights acquired are amortised using the straight-line method over their estimated useful lives of 10 – 20 years. Management also assess the carrying value of intangible assets based on annual review of their remaining useful lives.

l. Research and development

Research and development costs are expensed in the period in which they are incurred, as long as those costs do not meet the requirements for capitalisation.

m. Prepaid expenses

Prepaid expenses are charged against the consolidated statements of income over the period in which the related benefits are derived, using the straight-line method. Prepaid expenses with benefit period of more than 12 months are recorded as non-current assets.

n. Revenue and expenses

Net sales represent revenue earned from the sale of the Company and subsidiaries' products, net of returns, trade allowances, sales tax on luxury goods and value-added tax. Revenue from sales of goods are recognised when the significant risk and goods ownership has been transferred to customers, for export sales is recognised upon shipment of the goods to the customers (f.o.b. shipping point) and for domestic sales is recognised when goods are delivered to the distributors/customers.

Expenses are recognised when incurred on accrual basis.

o. Taxation

Deferred income tax is provided using the liability method, for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statement. Currently enacted tax rates are used to determine deferred income tax.

Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

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

PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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(Expressed in million Rupiah, unless otherwise stated)

p. Employee benefits

- Short-term employee benefit

Short-term employee benefits are recognised when they accrue to the employees.

- Pension benefit

The Company has a defined benefit pension plan covering all of its employees who have the right to pension benefits as stipulated in the regulations of Dana Pensiun Unilever Indonesia ("Dana Pensiun"). The plan is generally funded through payments to the Dana Pensiun, which are determined by periodic actuarial calculation. A defined benefit plan is a pension plan that defines an amount of pension benefit that an employee will receive on retirement, usually dependent on one or more factors such as age, year of service and compensation.

The liability recognised in the consolidated balance sheets in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets, together with adjustments for unrecognised actuarial gains or losses and past service cost. The defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of high quality corporate bonds that are denominated in the currency in which the benefit will be paid, and that have terms to maturity approximating the terms of the related pension liability.

Actuarial gains and losses can arise from experience adjustments, changes in actuarial assumptions and changes in pension plan. When the actuarial gains and losses exceed 10% of present value of defined benefit or 10% of program's asset fair value, the exceed amount are charged or credited to expenses or income over the average remaining service lives of the relevant employees.

The Company is required to provide a minimum amount of pension benefit in accordance with Labor Law No. 13/2003 ("Labor Law"). Since the Labor Law sets the formula for determining the minimum amount of benefits, in substance, pension plans under the Labor Law represent defined benefit plans.

- Post-employment medical benefit

The Company provides post-employment medical benefits to its retirees. The entitlement to these benefits is usually based on the employee remaining in service up to retirement age and the completion of a certain service period. The estimated costs of these benefits are recognised over the period of employment, using an accounting method similar to that for defined benefit pension plans. These obligations are valued annually by independent qualified actuaries.

- Other post-employment and long-term benefit

The Company provides other post-employment benefits under the Labor Law, jubilee and long leave benefits. The entitlement to these benefits is usually based on the completion of a certain service period by the employee. The estimated costs of these benefits are recognised over the period of employment, using an accounting method similar to that for defined benefit pension plans. These obligations are valued annually by independent qualified actuaries.

- Bonus scheme

The Company recognises a liability and an expense for bonuses, based on a formula that takes into consideration the profit attributable to the Company's shareholders and employees' performance after certain adjustments. The Company recognises a provision when contractually obliged or where there is a past practice that has created a constructive obligation.

PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2007 AND 2006

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q. Share matching plan

Since 2002, the Company introduced a Share Matching plan, which is applied to manager level and above. Under this plan, managers can invest up to 25% of their gross annual bonus in Unilever shares ("bonus shares"). Middle and junior managers are entitled to invest in the Company's shares, while senior managers and above are only entitled to invest in the shares of Unilever N.V. and Unilever PLC (the ultimate shareholders). The Company then awards an equivalent number of matching shares. These matching shares vest three years after the grant, provided certain conditions are met, including the requirement that the original "bonus shares" shall be retained for the three-year period and the managers are still employed by the Company at the end of the three-year period. The cost of the matching shares is recorded as deferred charges and is charged to the statements of income over a period of three years, using the straight-line method.

r. Share and capital paid in excess of par value

Common shares are classified as equity. Capital paid in excess of par value is the difference between the selling price and nominal value of the share. All expenses directly related to the issuance of share capital or options are recorded as a deduction from capital paid in excess of par value.

s. Dividends

Dividend payments to all shareholders are recognised as a liability in the consolidated financial statements in the period when the dividend payment was declared by the shareholders. For interim dividend, the Company recognised as liability when the dividend payment was decided by directors.

t. Basic earnings per share

Basic earnings per share is computed by dividing net income with the weighted average number of outstanding shares. There are no convertible securities, options or warrants that would give rise to a dilution of the earnings per share.

u. Segment information

The Company manage their business in one integrated segment i.e. manufacturing, marketing and distributing of consumer goods. Management allocates resources and evaluates The Company and subsidiaries's performance at the Company level.

PT UNILEVER INDONESIA Tbk AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2007 AND 2006

(Expressed in million Rupiah, unless otherwise stated)

	2007	2006
3. Cash and cash equivalents	794,417	1,030,051
Cash on hand	631	520
Cash in banks		
Third parties – Rupiah:		
Citibank N.A.	501,377	4,555
Deutsche Bank AG	90,446	69,160
PT Bank Mandiri (Persero) Tbk	35,218	26,100
PT Bank Lippo Tbk	33,950	27,224
ABN AMRO Bank N.V.	27,331	34,018
PT Bank Central Asia Tbk	16,112	11,585
The Hongkong and Shanghai Banking Corporation Ltd.	12,181	58,043
PT Bank Negara Indonesia (Persero) Tbk	2,231	4,606
Others (respective individual balances less than Rp 1,000)	1,152	1,120
Third parties – US Dollar:		
Citibank N. A.	68,952	19,153
The Hongkong and Shanghai Banking Corporation Ltd.	893	-
Others (respective individual balances less than Rp 1,000)	8	1,036
Third parties – Euro:		
Citibank N.A.	2,410	14,424
ABN AMRO Bank N.V.	1,523	4,397
Deutsche Bank AG	2	2,985
Time deposits (maturity within three months):		
Third parties – Rupiah:		
PT ANZ Panin Bank	-	215,000
Standard Chartered Bank	-	165,000
Citibank N.A.	-	150,000
PT Bank Mandiri (Persero) Tbk	-	90,000
PT Bank Lippo Tbk	-	85,000
Third parties – US Dollar:		
PT ANZ Panin Bank	-	46,125
The interest rates per annum for the above time deposits during the current year are as follows:		
Rupiah	6.25 - 8.00%	8.80 - 14.50%
US Dollar	4.00 - 5.25%	3.45 - 5.25%
Euro	1.50 - 3.80%	1.25 - 3.00%

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	2007	2006
4. Trade debtors		
Third parties:	942,156	808,693
Rupiah	936,019	788,633
US Dollar	7,858	21,639
Less: Allowance for doubtful accounts	(1,721)	(1,579)
<p>Third party trade debtors denominated in Rupiah comprise receivables from customers throughout the Indonesian archipelago.</p> <p>Third party trade debtors denominated in US Dollar comprise receivables from foreign customers.</p>		
Related parties:	57,878	54,628
Unilever Australia Ltd.	23,993	18,777
Unilever (Malaysia) Holdings Sdn. Bhd.	10,909	8,618
Unilever Taiwan Ltd.	5,770	5,777
Unilever New Zealand Ltd.	5,193	6,662
Unilever Singapore Pte. Ltd.	2,593	3,548
PT Diversey Indonesia	2,214	2,214
Unilever Thai Trading Ltd.	2,108	3,862
Unilever Philippines, Inc.	1,997	2,974
Unilever Hongkong Ltd.	820	862
Others (respective individual balances less than Rp 1,000)	2,281	1,334
Aging analysis of trade debtors is as follows:	1,000,034	863,321
Current	959,837	821,314
Overdue 1 – 30 days	31,824	33,216
Overdue more than 30 days	8,373	8,791
Movements in the allowance for doubtful accounts are as follows:	(1,721)	(1,579)
Allowance for doubtful accounts – beginning	(1,350)	(4,998)
Reversal of allowance for doubtful accounts	(371)	2,957
Doubtful debts written off	-	462
Allowance for doubtful accounts – ending	(1,721)	(1,579)

Based on a review of the status of accounts receivable at the end of the year, management believes that the allowance for doubtful accounts is adequate to cover possible losses arising from the non-collection of accounts.

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	2007	2006
5. Other debtors	207,372	27,893
Other tax receivable	175,047	-
Loans to employees (Note 7e)	17,432	13,069
Advances	14,243	12,278
Others (respective individual balances less than Rp 1,000)	650	2,546
<p>Management have not made any provision for doubtful accounts for other debtors as they are of the opinion that these receivables will be collectible in full.</p>		
6. Inventories	801,451	789,810
Finished goods	534,446	471,257
Work in process	18,721	17,840
Raw materials	216,151	216,091
Goods in transit		
Finished goods	8,744	8,452
Raw materials	47,100	95,409
Spare parts	19,890	20,132
Provision for obsolete and unused/slow moving inventories	(43,601)	(39,371)
<p>Movements in the provision for obsolete and unused/slow moving inventories are as follows:</p>		
	(43,601)	(39,371)
Beginning balance	(31,662)	(22,468)
Changes during the year:		
Amounts provided	(43,371)	(39,256)
Amounts written off	31,432	22,353
Ending balance	(43,601)	(39,371)
<p>Provision for obsolete and unused/slow moving inventories consist of:</p>		
	(43,601)	(39,371)
Finished goods	(29,977)	(18,354)
Raw material	(11,783)	(19,042)
Spare parts	(1,841)	(1,975)

Management believes that the provision for obsolete and unused/slow moving inventories is adequate to cover any possible losses arising.

As of September 30, 2007 and 2006 inventories owned by the Company and Subsidiaries are insured against the risk of loss due to natural disaster, fire and other risks with a total coverage of Rp 617,828 and Rp 478,686, respectively. Management believes the amounts are adequate to cover possible losses arising from such risks.

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7. Related party transactions

a. The nature of transactions and relationships with related parties are as follows:

i. The Company sold finished goods to the following related parties:

- PT Diversey Indonesia
- Unilever Australia Ltd.
- Unilever Gulf Free Zone Establishment Arabia
- Unilever Hongkong Ltd.
- Unilever (Malaysia) Holdings Sdn. Bhd.
- Unilever New Zealand Ltd.
- Unilever Philippines, Inc.
- Unilever Singapore Pte. Ltd.
- Unilever Thai Holding Ltd.
- Unilever Japan Beverage K.K.
- Unilever Taiwan Ltd.
- Unilever Thai Trading Ltd.
- Unilever Market Development South Africa

ii. The Company and subsidiaries purchased raw materials, finished goods and others from the following related parties:

- Best Foods Shandong Ltd.
- Hindustan Lever Ltd.
- Lipton Ltd. Kenya
- PT Technopia Jakarta
- Unilever Australia Ltd.
- Unilever China Ltd.
- Unilever Deutschland GmbH
- Unilever (Malaysia) Holdings Sdn. Bhd.
- Unilever Philippines, Inc.
- Unilever Sri Lanka Ltd.
- Unilever Thai Holdings Ltd.
- Unilever Thai Trading Ltd.
- Unilever Vietnam

iii. Details of the nature and types of transactions with related parties other than those mentioned above are as follows:

Related parties	Nature of the relationships	Type of transactions
- Unilever N.V.	Ultimate shareholder of Unilever group	Royalty payments
- Unilever Business Group Services B.V.	Affiliated company	Payments for regional services/reimbursements of regional research costs paid by the Company

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<ul style="list-style-type: none"> - PT Anugrah Setia Lestari - Unilever Asia Private Ltd. - Unilever Foods (Malaysia) Sdn. Bhd. - Unilever Brazil Ltd. - Unilever Philippines, Inc - Unilever Thai Trading Ltd. - Unilever United States, Inc. 	<ul style="list-style-type: none"> Affiliated company Affiliated company Affiliated company Affiliated company Affiliated company Affiliated company Affiliated company 	<ul style="list-style-type: none"> Manufacturing service Expense reimbursements Expense reimbursements Expense reimbursements Expense reimbursements Expense reimbursements Expense reimbursements
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PT Anugrah Setia Lestari was affiliated company until August 4, 2007.

b. Significant agreements with related parties

The Company

- i. Under the terms and conditions of an agreement with the Unilever group of companies which is valid until a date that is yet to be determined, certain services are provided by Unilever N.V. to the Company. The Company also has the right to use all Indonesian patents and trade marks owned by Unilever N.V. or any member of the Unilever group of companies. The agreement further provides that the Company shall, in consideration for granting of these rights, pay an annual contribution equal to two percent (including withholding tax Article 26) of the value of sales made to third parties during the year.
- ii. In 1997, the Company entered into an agreement with Unilever Business Group Services B.V. ("UBGS") which is valid until a date that is yet to be determined. Under this agreement, the Company shall pay an annual fee equal to 1.5% of sales for the regional services provided by UBGS and the Company shall charge UBGS for the costs paid by Company.
- iii. On April 7, 2000 the Company entered into a distribution agreement with PT Kimberly Lever Indonesia ("KLI") which is valid until June 30, 2007, whereby KLI appointed the Company its exclusive distributor of KLI's products sold in Indonesia. Since the beginning of 2007, the Company and KLI have been in transition for the KLI's products being distributed by KLI's own distribution channel.

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The Subsidiaries

- i. On March 1, 2001 PT Anugrah Lever ("PT AL") entered into a manufacturing agreement with PT Anugrah Setia Lestari ("PT ASL"), whereby PT ASL provided assistance in the production, packaging and storing of PT AL's products. The term of this agreement is for a period of 5 years and can be extended for further period.
- ii. On July 17, 2002 PT Technopia Lever ("PT TL") entered into a manufacturing agreement with PT Technopia Jakarta ("Technopia"), to appoint Technopia to manufacture, pack, store and supply PT TL's products exclusively for PT TL in Indonesia. The initial term of this agreement is for a period of 10 years and can be extended for further period of 5 years.
- iii. On July 17, 2002 PT TL entered into a technology transfer agreement with Fumakilla Malaysia Berhad ("Fumakilla") and Technopia, in which Fumakilla agreed to grant PT TL and Technopia a license to use technical information and know-how in connection with the manufacturing, development and use of products, on the terms and conditions set forth in this agreement. The initial term of this agreement is for a period of 10 years and can be extended for further period of 5 years.
- iv. On July 17, 2002 PT TL entered into a trademark license agreement with Unilever N.V., under which PT TL is entitled to use the "Domestos Nomos" trademark in Indonesia in connection with the manufacturing, packaging, advertising and sales of these products in Indonesia. The initial term of this agreement is for a period of 10 years and can be extended for further period of 5 years.
- v. On July 17, 2002 PT TL entered into a management service agreement with Texchem Resources Berhad ("Texchem"). Under this agreement. PT TL agrees to accept Texchem's assistance in managing its business within Indonesia. This agreement covers a period of five years, unless terminated in accordance with the provisions specified in the agreement. PT TL shall pay Texchem a monthly management fee as specified in the agreement.

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	2007	2006
Expenses charged by related parties:	336,674	293,114
Service fee to Unilever N.V.	183,785	159,370
Service fee to UBG5	137,841	118,764
Manufacturing and other fees to PT ASL	15,048	14,980
As percentage to total operating expenses and cost of goods sold	4.57%	4.21%
Refer to Notes 23 and 24 for details of sales and purchases of goods and services to/from related parties.		
All transactions with related parties are conducted on the same terms and conditions as those with non-related parties.		
c. Amounts due from related parties	2,143	7,355
Unilever Asia Private Ltd.	1,277	6,897
Others (respective individual balances less than Rp 1,000)	866	458
As percentage to non-current assets	0.09%	1.51%
Management have not made a provision for doubtful accounts as they are of the opinion that these receivables will be collectible in full.		
d. Amounts due to related parties	105,511	78,326
Unilever N.V.	100,459	70,311
Unilever Brasil Ltda	1,615	-
Unilever Philippines, Inc	1,159	-
Unilever United States, Inc.	-	4,319
Unilever India Shared Service	-	1,303
Others (respective individual balances less than Rp 1,000)	2,278	2,393
As percentage to non-current liabilities	46.42%	46.80%
e. Employee loans to key management personnel	6,738	8,187
Loans:		
- Current	17,432	13,069
- Non-current	28,621	30,263
	46,053	43,332
Less: employee loans to non-key management personnel	39,315	35,145
As percentage to current assets	0.23%	0.29%
The Company provides its personnel with non-interest bearing loans. The loans are repayable by instalments deducted from the employee's monthly salaries.		

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	2007	2006
f. Salaries and allowances of the Boards of Commissioners and Directors.	22,928	21,693
Included in the Board of Directors remuneration package are housing facilities.		
As a percentage to total employee costs	4.61%	4.50%
g. The share matching plan		
A summary of the share matching plan is as follows:		
	2007	2006
	Number of shares matched	Average price per share (full amount Rupiah)
	Number of shares matched	Average price per share (full amount Rupiah)
Balance at January 1	1,399,635	-
Shares granted:		
- Unilever N.V.	5,448	259,437
- Unilever PLC	5,286	270,795
- PT Unilever Indonesia Tbk	299,175	5,800
Shares cancelled	(24,745)	(29,971)
Balance at September 30	<u>1,684,799</u>	<u>1,410,465</u>
	2007	2006
8. Prepaid expenses	97,051	70,479
Advertising expenses	51,365	26,081
Rents	19,271	24,516
Insurance	3,573	4,268
Others (respective individual balances less than Rp 1,000)	22,842	15,614

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9. Fixed Assets

a. Movements by major classifications of fixed assets are as follows:

	Balance December 31, 2006	Additions	Transfers	Disposals/ Write-off	Balance September 30, 2007
<u>Direct ownership</u>					
At cost (inclusive of revaluation increments):					
Land	111,830	1,287	-	-	113,117
Buildings	368,443	306	39,661	(347)	408,063
Machinery and equipment	1,422,428	20,861	108,584	(11,089)	1,540,784
Motor vehicles	62,982	29	-	(11,281)	51,730
Construction in progress	142,370	338,730	(148,245)	-	332,855
T o t a l	<u>2,108,053</u>	<u>361,213</u>	<u>-</u>	<u>(22,717)</u>	<u>2,446,549</u>
Accumulated depreciation:					
Buildings	(40,381)	(6,613)	-	50	(46,944)
Machinery and equipment	(322,023)	(72,136)	-	4,439	(389,720)
Motor vehicles	(20,986)	(5,114)	-	7,733	(18,367)
T o t a l	<u>(383,390)</u>	<u>(83,863)</u>	<u>-</u>	<u>12,222</u>	<u>(455,031)</u>
Net book value	<u>1,724,663</u>				<u>1,991,518</u>
	Balance December 31, 2005	Additions	Transfers	Disposals/ Write-off	Balance September 30, 2006
<u>Direct ownership</u>					
At cost (inclusive of revaluation increments):					
Land	108,980	2,850	-	-	111,830
Buildings	300,157	76	3,854	-	304,087
Machinery and equipment	1,255,847	33,088	66,066	(5,435)	1,349,566
Motor vehicles	49,722	3,857	-	(4,615)	48,964
Construction in progress	124,223	160,924	(69,920)	-	215,227
T o t a l	<u>1,838,929</u>	<u>200,795</u>	<u>-</u>	<u>(10,050)</u>	<u>2,029,674</u>
Accumulated depreciation:					
Buildings	(33,365)	(5,250)	-	-	(38,615)
Machinery and equipment	(291,337)	(50,236)	-	3,081	(338,492)
Motor vehicles	(18,568)	(4,259)	-	3,167	(19,660)
T o t a l	<u>(343,270)</u>	<u>(59,745)</u>	<u>-</u>	<u>6,248</u>	<u>(396,767)</u>
Net book value	<u>1,495,659</u>				<u>1,632,907</u>

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	2007	2006
<p>b. In 2004, the Company's buildings and machinery were revalued by an independent appraisal, PT Artanila Permai, in accordance with Minister of Finance of Republic of Indonesia Decree No. 486/KMK.03/2002 and the Decree of Director General of Taxes No. KEP-519/PJ/2002 dated December 2, 2002. The revaluation resulting an increment of Rp 291,583 and was been approved by the tax office in its Decision Letter No. KEP-14/WPJ.19/BD.04/2004 dated December 20, 2004. The independent appraisal using the cost approach in determining the fair value of those assets. The carrying value of buildings, machinery and equipment before revaluation in August 2004 was Rp 441,411.</p> <p>The above revaluation increment and the deferred tax effect of Rp 37,522 net of the final tax of Rp 41,666 were credited to the "Fixed assets revaluation reserve" account, presented in the equity section of the consolidated balance sheets.</p>		
<p>c. The Company has 36 plots of land with <i>Hak Guna Bangunan</i> ("HGB") titles and 1 plot of land with <i>Hak Pakai</i> title which have remaining useful lives ranging from 3 to 29 years expiring between 2009 until 2035.</p> <p>Management believes that those "HGB" and "Hak Pakai" can be extended when the due date arrived.</p>		
d. The calculation of (loss) on sale of fixed assets write-off and impairment of fixed assets is as follows:	(2,355)	(1,050)
Gain on sale of fixed assets	1,105	580
Acquisition costs	12,005	6,937
Accumulated depreciation	(8,058)	(4,765)
Net book value	3,947	2,172
Proceeds	5,052	2,752
Gain on sale of fixed assets	1,105	580
Loss on fixed assets written off	(3,460)	(1,630)
Acquisition costs	10,713	3,113
Accumulated depreciation	(4,165)	(1,483)
Net book value	6,548	1,630
Loss on fixed assets written off	(3,460)	(1,630)
e. (Loss) on sale of fixed assets, write-off and impairment of fixed assets was allocated as follows:	(2,355)	(1,050)
Cost of goods sold	(3,460)	(1,630)
Operating expenses	1,105	580

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	2007	2006
f. Construction in progress as at September 30:	332,855	215,227
Building	76,745	49,210
Machinery and equipment	256,110	166,017
<p>The percentage of completion for construction in progress in 2007 is 61% (2006: 78%) of the contract value.</p> <p>Construction in progress will be finished and reclassified as asset in 2007</p>		
g. Depreciation expense was allocated as follows:	83,843	59,745
Cost of goods sold	64,039	41,969
Operating expenses	19,804	17,776

h. The Company and subsidiaries' fixed assets have been insured against the risk of loss with total coverage of USD 188 million and Rp 42,897 (2006: USD 166 million and Rp 43,141) which was considered adequate by management to cover possible losses arising from such risks.

Insurance coverage for each class of fixed assets is as follows:

Year ended September 30, 2007

	Insured amounts			Net book value of fixed assets
	USD million	Rp million equivalent	Rp million	Rp million
Buildings, machinery and equipment	188	1,720,757	-	1,512,183
Motor vehicles	-	-	42,897	33,363
	188	1,720,757	42,897	1,545,546

Year ended September 30, 2006

	Insured amounts			Net book value of fixed assets
	USD million	Rp million equivalent	Rp million	Rp million
Buildings, machinery and equipment	166	1,530,926	-	1,276,546
Motor vehicles	-	-	43,141	29,304
	166	1,530,926	43,141	1,305,850

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	2007	2006
10. Intangible assets	245,163	162,439
Cost	337,573	240,408
Less: Accumulated amortisation	(92,410)	(77,969)
Amortisation expense	11,069	10,117
<p>Intangible assets principally comprise operating rights, trademarks and copyrights related to Hazeline product Bango and Taro products which were acquired in 1995, 2000 and 2003 and software licenses.</p> <p>The software intangible assets were acquired in 2005 and 2004.</p>		
11. Other assets	57,372	64,953
Loans to employees (Notes 7e)	28,621	30,263
Prepaid rent	14,605	22,420
Refundable deposits	13,255	11,174
Others (respective individual balances less than Rp 1,000)	891	1,096
<p>Management have not made any provision for doubtful accounts for the loans to employees and the refundable deposits as they are of the opinion that these will be fully collectible.</p>		
12. Trade creditors		
Third parties:	657,725	852,099
- Rupiah	566,507	729,778
- Foreign currencies	91,218	122,321
Related parties:	48,119	70,428
Unilever China Ltd.	17,859	20,873
Lipton Ltd. UK	9,728	15,358
Unilever Vietnam	4,567	11,722
Hindustan Lever Ltd.	4,084	5,185
Unilever Australia Ltd.	3,756	-
Unilever Foods (Malaysia) Sdn. Bhd.	2,131	3,469
Unilever Supply Chain Co. AG Switzerland	1,790	-
Unilever Srilanka Ltd.	1,472	-
Unilever Thai Holdings Ltd.	1,211	6,755
Unilever Best Foods Shandong	1,065	-
Unilever Deutschland GmbH	-	4,470
Others (respective individual balances less than Rp 1,000)	456	2,596
Aging analysis of trade creditors is as follows:	705,844	922,527
Current	691,258	861,486
Overdue 1 – 30 days	13,587	52,615
Overdue more than 30 days	999	8,426
<p>These balances arise from the purchases of raw materials, supplies and finished goods.</p>		

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	2007	2006
13. Taxation		
a. Income tax expense		
The Group	676,820	593,755
Current	692,980	609,591
Deferred	(16,160)	(15,836)
The Company	679,163	587,280
Current	692,980	603,144
Deferred	(13,817)	(15,864)
The Subsidiaries	(2,343)	6,475
Current	-	6,447
Deferred	(2,343)	28

Income tax expense represents the income tax expense of the Company and its subsidiary ("PT AL"). As at September 30, 2007, PT Technopia Lever was still in a commercial and fiscal loss position, hence did not record any income tax expense and liabilities.

A reconciliation between profit before income tax as shown in the consolidated financial statements and the Company's estimated taxable income for the years ended September 30, 2007 and 2006 are as follows:

Consolidated profit before income tax	2,253,337	1,968,701
Net (gain)/loss from subsidiaries before income tax	6,501	(13,873)
Profit before income tax – the Company	2,259,838	1,954,828
Temporary differences:		
Provisions	100,270	84,965
Difference between commercial and fiscal depreciation of fixed assets and amortisation of intangible assets	(71,032)	(65,001)
Employee benefit obligations	16,818	32,916
Permanent differences:		
Interest and rental income subject to final tax	(35,043)	(38,314)
Non-deductible expenses	39,075	40,909
Tax administrative sanctions	66	237
	2,309,992	2,010,540
Taxable income – the Company	2,309,992	2,010,540

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	2007	2006
The Company		
Corporate income tax – current year	692,980	603,144
Less: Prepaid income tax	(473,267)	(439,692)
Income tax payable/(overpayment)	219,713	163,452
The Subsidiaries		
Corporate income tax – current year	-	6,447
Less: Prepaid income tax	(1,207)	-
Income tax payable/(overpayment)	(1,207)	6,447
The Group		
Corporate income tax – current year	692,980	609,591
Less: Prepaid income tax	(474,474)	(439,692)
Income tax payable/(overpayment)	218,506	169,899

As at the date of the completion of these consolidated financial statements, the Company has not submitted the 2006 annual tax return.

The reconciliation between the Company's income tax expense and the theoretical tax amount on the Company's profit before income tax are as follows:

Profit before income tax	2,259,838	1,954,828
Income tax expense	679,163	587,280
Tax calculated at progressive rates:	677,934	586,431
Interest and rental income subject to final tax	(10,513)	(11,494)
Non-deductible expenses	11,722	12,273
Tax administrative sanctions	20	70
b, Deferred tax assets	41,377	37,142

The effect of the temporary differences was calculated at the maximum tax rate (30%).

	December 31, 2006	Previous year deferred tax adjustment	Credited/(charged) to the consolidated statement of income	September 30, 2007
Deferred tax assets - the Group	25,217	-	16,160	41,377
Deferred tax assets - the Company:				
- Provisions	74,352	-	30,081	104,433
- Difference between commercial and fiscal net book value of fixed assets and intangible assets	(70,612)	-	(21,310)	(91,922)
- Employee benefit obligations	21,144	-	5,045	26,189
	24,884	-	13,816	38,700
Deferred tax assets - the subsidiary, net	333	-	2,344	2,677

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	2007	2006
	December 31, 2005	September 30, 2006
	Previous year deferred tax adjustment	Credited/(charged) to the consolidated statement of income
Deferred tax assets - the Group	21,305	15,837
Deferred tax assets - the Company:		
- Provisions	58,511	35,064
- Difference between commercial and fiscal net book value of fixed assets and intangible assets	(53,563)	(19,499)
- Employee benefit obligations	16,348	299
	21,296	15,864
Deferred tax assets - the subsidiary, net	9	(27)
<p>Management believes that the Company's deferred tax assets as at September 30, 2007 will be realised in the foreseeable future.</p> <p>As at September 30, 2007 deferred tax assets of PT Technopia Lever (the subsidiary) which are mainly derived from carried forward tax losses amounting to Rp 18,843 (2006: Rp 20,182) have not been booked due to the uncertainty of their realisation in the foreseeable future.</p>		
c. Prepaid taxes	84,670	88,987
The Company:	77,037	77,037
Corporate income tax 2004 overpayment	42,878	42,878
Corporate income tax 2005 overpayment	34,159	34,159
The Subsidiaries:	7,633	11,950
Corporate income tax	-	5,160
Prepaid tax 2007/2006	1,207	-
Value added tax	6,426	6,790
d. Taxes payable	268,330	245,092
The Company:	267,438	237,411
- Corporate income tax	219,713	206,330
- Income tax Article 21	11,781	10,924
- Value added tax	25,418	12,915
- Income taxes Articles 23/26	10,526	7,242

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	2007	2006
The Subsidiaries	892	7,681
- Corporate income tax	-	6,447
- Value added tax	-	93
- Income tax Article 21	-	4
- Income taxes Articles 23/26	892	1,137

e. Tax assessments

In May 2005, after the merger between PT Knorr Indonesia ("PT KI") and the Company, PT KI received a tax assessment letter for 2003 fiscal year confirming a correction of the fiscal loss of Rp 7,087 as reported in the annual tax return, to be Rp 6,209. In December 2005, PT KI received the 2004 tax assessment, confirming a correction of the fiscal loss of Rp 3,719 to be taxable income of Rp 230. Management agreed with the tax assessments and recorded the corporate income tax payable including the tax penalty amounting to Rp 1,796 in the current year.

Management has revised the 2004 annual tax return in March and December 2006, related to correction of the fiscal loss based on the above tax assessment letter and under recorded income tax article 25 instalment, respectively. Based on correction of annual tax return in December 2006, the Company recorded prepaid taxes for 2004 of Rp 42,878. Increase in prepaid taxes for 2005 to adjust annual tax return for 2005.

As at the date of the completion of these consolidated financial statements, the Company is being audited by the tax authorities for 2000 value added tax and 2001 withholding taxes, and also for all taxes relating to the 2002, 2003, 2004 and 2005 (Objection) fiscal years.

f. Administration

Under the taxation laws of Indonesia, the Company and subsidiaries submit tax returns on the basis of self-assessment. The tax authorities may assess or amend taxes within 10 years from the date the tax becomes due.

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	2007	2006
14. Accrued expenses	1,025,609	746,233
Sales and promotion expenses	791,640	517,041
Remuneration expenses	159,846	148,772
Unilever Indonesia Foundation	6,379	10,412
Others (respective individual balances less than Rp 10,000)	67,744	70,008
15. Other liabilities	135,302	84,435
Consultants fees and other services	61,917	43,075
Technical parts	33,322	19,755
Final dividend 2006 and 2005	20,258	15,239
Others (respective individual balances less than Rp 10,000)	19,805	6,366

The balance of others (respective individual balances less than Rp 10,000) includes derivative liabilities amounting to Rp 6,163. As at September 30, 2007, the Company had forward foreign exchange contracts in US Dollar. The purchases of US Dollar will mature in October, November and December 2007. The notional amount of the contracts as at September 30, 2007 was USD 38,000,000 (2006: USD 2,500,000). The forward rates of the contracts range from Rp 9,096 (full amount Rupiah) to Rp 9,451 (full amount Rupiah) per US Dollar 1.

The counter parties for the above contracts in 2007 are Citibank N.A. The Hongkong and Shanghai Banking Corporation Ltd and PT ANZ Panin Bank (2006: Citibank N.A., PT Bank Rabobank International Indonesia, ABN AMRO Bank N.V. and The Hongkong and Shanghai Banking Corporation Ltd).

The Company entered into derivative transactions for the years ended September 30, 2007 and 2006, for the purpose of hedging. The changes in the fair values of the derivative financial instruments are recognised in the consolidated statements of income since the supporting documentation does not fulfil the criteria set forth in PSAK 55 to qualify as a hedge.

16. Employee benefit obligations

The Company

The Company received approval from the Minister of Finance of the Republic of Indonesia on July 3, 2000 to establish a separate trustee-administered pension fund, Dana Pensiun Unilever Indonesia (the "Fund"), for which substantially all employees, after serving a qualifying period, are entitled to defined benefits on retirement, disability or death.

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	2007	2006
The Fund is funded through contributions, made primarily by the Company, and sufficient to meet the minimum requirements set forth in the applicable pension legislation.		
Employee benefits recognised in the consolidated balance sheets consist of:		
Prepaid pension expense	34,481	33,529
Employee benefit obligations	121,781	89,020
Post-employment medical benefit	59,852	29,291
Other post-employment and long-term benefit	61,929	59,729
The net amounts recognised in the consolidated statements of income are as follows:		
	58,700	41,744
Pension benefits	22,986	25,155
Post-employment medical benefits	20,875	3,539
Other post-employment and long-term benefits	14,839	13,050
- Pension benefits		
The amounts recognised in the consolidated balance sheets are as follows:		
Present value of funded obligations	529,508	426,875
Fair value of plan assets	(561,653)	(456,485)
	(32,145)	(29,610)
Unrecognised actuarial losses	-	(1,583)
Unrecognised past service cost	(2,336)	(2,336)
Prepaid pension expense	(34,481)	(33,529)
Pension benefits expense consist of the following components:		
	22,986	25,155
Current service cost	27,925	21,950
Interest cost	37,264	31,080
Expected return on plan assets	(44,539)	(31,794)
Actuarial losses recognised during the year	-	1,583
Past service cost	2,336	2,336

Of the total charge, Rp 14,861 (2006: Rp 2,564) and Rp 8,125 (2006: Rp 5,821) were included in cost of goods sold and operating expenses, respectively.

The actual return on plan assets was Rp 69,180 (2006: Rp 13,006).

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	2007	2006
The movements in the prepaid pension expense recognised in the consolidated balance sheets are as follows:		
Balance at the beginning of the year	(35,143)	(29,163)
Charged to the consolidated statements of income	22,986	25,155
Contributions paid	(22,324)	(29,521)
Balance at the end of the year	(34,481)	(33,529)

The estimated actuarial liability and fair value of plan assets of the Fund as at September 30, 2007 and 2006 were based on the actuarial calculations performed by PT Watson Wyatt Purbajaga in its report dated February 1, 2007 (2006: dated January 16, 2006) using the principal actuarial assumptions as follows:

	2007	2006
a. Discount rate	10,5% per annum	11% per annum
b. Salary increase rate	10% per annum	10% per annum
c. Pension benefits increase rate	8% per annum	8% per annum
d. Inflation rate	7% per annum	8% per annum
e. Expected return on plan assets	12% per annum	12% per annum
f. Mortality rate	Pre retirement: Indonesian Mortality Table 1999 Post retirement: USA General Annuitants Mortality Table 1971	Pre retirement: Indonesian Mortality Table 1999 Post retirement: USA General Annuitants Mortality Table 1971
g. Withdrawal rate	8% at age 20, reducing to 2% at age 45	8% at age 20, reducing to 2% at age 45
h. Early retirement rate	2% per annum for age 45-55 or 60 years	2% per annum for age 45-55 or 60 years

- Post-employment medical benefits

The Company provides a post-employment medical benefits scheme. The accounting method, assumptions and the frequency of valuations are similar to those used for the Company's defined benefit pension scheme. There are no plan assets for the post-employment medical benefits.

In addition to the assumptions used for the pension schemes, the main actuarial assumption used for 2007 is a long-term increase in medical claim costs of 14% (2006: 20%) in the first year, 12% (2006: 16%) in the second year, 10% in the third year onwards (2006: 12% in the third year, 10% in the fourth year onwards).

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	2007	2006
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The Company using assumption that claim of the post-employment medical benefit amounting to Rp 6.65 per employee (2006: equals to ASKES Gold Premium program).

The amounts recognised in the consolidated balance sheets are determined as follows:

Present value of unfunded obligations	59,852	29,291
Unrecognised actuarial gains	-	-
Post-employment medical benefits obligation	59,852	29,291

The amounts recognised in the consolidated statements of income were as follows:

	20,875	3,539
Current service cost	4,854	1,020
Interest cost	12,561	2,519
Actuarial loss recognised during the year	3,460	-

Of the total charge, Rp 13,496 (2006: Rp 361), and Rp 7,379 (2006: Rp 819) were included in cost of goods sold and operating expenses respectively.

The movements in the post-employment medical benefit obligations recognised in the consolidated balance sheets are as follows:

Balance at the beginning of the year	45,589	31,076
Charged to the consolidated statements of income	20,875	3,539
Actual payments	(6,612)	(5,324)
Balance at the end of the year	59,852	29,291

- Other post-employment and long-term benefits

The Company provides other post-employment benefits based on the Labor Law, jubilee and long leave benefits. The accounting method, assumptions and the frequency of valuations are similar to those used for the Company's defined benefit pension scheme. There are no plan assets for the other post-employment and long-term benefits.

The amounts recognised in the consolidated balance sheets are determined as follows:

Present value of unfunded obligations	61,929	59,729
Unrecognised actuarial losses	-	-
Other post-employment and long-term benefits obligation	61,929	59,729

There is no actuarial gains/losses and past service costs for other post-employment and long term benefits.

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	2007	2006
The amounts recognised in the consolidated statements of income are as follows:	14,839	13,050
Current service cost	10,006	8,816
Interest cost	4,652	4,129
Actuarial gains recognised during the year	181	105
Of the total charge, Rp 9,594 (2006: Rp 1,524) and Rp 5,425 (2006: Rp 3,459) were included in cost of goods sold and operating expenses, respectively.		
The movements in the other post-employment and long-term benefit obligations recognised in the consolidated balance sheet are as follows:		
Balance at the beginning of the year	60,036	52,583
Charged to the consolidated statements of income	14,839	13,050
Actual payments	(12,946)	(5,904)
Balance at the end of the year	61,929	59,729
17. Minority interests		
a. Minority interests in the net assets of subsidiaries:	2,299	11,905
PT Anugrah Lever – percentage of ownership 35%	-	10,468
Carrying amount – beginning of the year	6,374	5,793
	-	(560)
	(3,500)	-
Share of net profit – current year	(2,874)	5,235
PT Technopia Lever – percentage of ownership 49%	2,299	937
Carrying amount – beginning of the year	1,718	4,641
Share of net loss – current year	581	(3,704)

A Circular Resolution of the Shareholders in lieu of a General meeting of the Shareholders of PT Anugrah Lever ("PT AL") dated September 26, 2005 agreed to the reduction of the authorised share capital of PT AL from 40,000 shares to 10,000 shares and the issued and fully paid capital from 20,000 shares to 10,000 shares. The changes to PT AL's Articles of Association were notarised by Mrs. Isyana Wisnuwardhani Sadjarwo SH on November 16, 2005 and the changes of the authorised share capital and issued and fully paid-up capital have been approved by the Minister of Justice and Human Rights of the Republic of Indonesia under Decision Letter No C-32344.HT.01.04.TH.2005 dated December 6, 2005 and published in the State Gazette No. 18 dated March 3, 2006 in supplement No. 2313.

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	2007	2006
<p>The Company increased its ownership in PT Anugrah Lever from 65% to 100%. This change was approved by Indonesian's Investment Coordinating Board (BKPM) in letter No.: 1105/III/PMA/2007 dated August 5, 2007, and was notarized by Notary Petrus Suandi Halim SH date on August 22, 2007.</p> <p>A Circular Resolution of the Shareholders in lieu of a General meeting of the Shareholders of PT Technopia Lever ("PT TL") dated August 4, 2004 agreed to increase the authorised share capital from Rp 50,000 (50,000 shares with the par value of Rp 1 per share) to Rp 75,000 (75,000 shares with the par value of Rp 1 per share). The changes to PT TL's Articles of Association were notarised by Mrs. Isyana Wisnuwardhani Sadjarwo SH on September 1, 2004 and the change of the authorised share capital has been approved by the Minister of Justice and Human Rights of the Republic of Indonesia under Decision Letter No C-26214.HT.01.04. TH.2004 dated October 20, 2004 and published in the State Gazette No. 35 dated May 3, 2005 in Supplement No. 4449.</p>		
b.Minority interests in the net (loss)/gain of the subsidiaries:	581	1,531
PT Anugrah Lever	-	5,235
PT Technopia Lever	581	(3,704)
18. Share capital	76,300	76,300
Authorised, issued and fully paid-up by:		
Maatschappij voor Internationale Beleggingen (Mavibel) B.V. Rotterdam, Netherlands: 6,484,877,500 shares, with par value of Rp 10 (full amount Rupiah) per share.	64,849	64,849
Public (listed on the Jakarta Stock Exchange and Surabaya Stock Exchange): 1,145,122,500 shares, with par value of Rp 10 (full amount Rupiah) per share.	11,451	11,451
As of September 30, 2007 and 2006, Director who held the Company's public shares is Mr. Joseph Bataona with an ownership not more than 0.001% of the authorised, issued and fully paid-up shares of the Company.		
There were no members of the Board of Commissioners who held the Company's public shares.		

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	2007	2006
Based on the Company Law, return of unclaimed dividends amounting to Rp 594 was reclassified to appropriated retained earnings on 2005. In 2006, this amount has been reclassified and recorded as "Dividend payable".		
23. Net Sales	9,603,256	8,669,090
Domestic	9,250,623	8,285,870
Export	352,633	383,220
No individual customer had total transactions of more than 10% of net sales.		
Since May 2007, the Company is no longer as distributor for KLI. Sales growth excluding KLI's products up to reporting period is 12.9%.		
The Company's sales to related parties amounted to Rp 282,100 and Rp 271,000 for the years ended September 30, 2007 and 2006, respectively, which represent 2.92% and 3.08% of total net sales respectively.		
The details of sales to related parties are as follows:	282,102	271,000
Unilever Australia Ltd.	97,932	76,989
Unilever (Malaysia) Holdings Sdn. Bhd.	72,554	71,290
Unilever Singapore Pte. Ltd.	29,311	30,010
Unilever Taiwan Ltd.	25,555	27,047
Unilever Thai Trading Ltd.	16,213	16,212
Unilever New Zealand Ltd.	13,179	19,448
Unilever Hongkong Ltd.	6,305	3,285
PT Diversey Indonesia	4,997	4,239
Unilever Philippines, Inc.	4,544	9,323
Unilever Gulf Free Zone Establishment Arabia	2,871	-
Unilever Thai Holding Ltd.	1,700	1,363
Unilever Japan Beverage K.K.	1,639	2,409
Unilever Market Development South Africa	504	2,447
Others (respective individual less than Rp 1,000)	4,798	6,938
24. Cost of goods sold	4,764,475	4,323,856
The components of cost of goods sold are as follows:		
Raw materials		
- At the beginning of the year	266,526	274,590
- Purchases	4,141,520	3,901,390
	4,408,046	4,175,980
- At the end of the year	(263,252)	(308,540)
Raw materials used	4,144,794	3,867,440
Direct labour	161,781	120,175
Depreciation	64,707	41,969
Manufacturing overheads	305,301	306,285
Total production costs	4,676,583	4,335,869

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	2007	2006
Work in process		
- At the beginning of the year	21,019	10,985
- At the end of the year	(18,721)	(17,840)
Cost of goods manufactured	4,678,881	4,329,014
Finished goods		
- At the beginning of the year	489,109	478,889
- Purchase	139,676	-
- At the end of the year	(543,191)	(484,047)
<p>No purchases from individual supplier were made in excess of 10% of total the Company and subsidiaries' purchases of raw materials and finished goods.</p> <p>The Company and subsidiaries' purchases of raw materials and finished goods from related parties, amounted to Rp 377,379 and Rp 88,530 for the years ended September 30, 2007 and 2006 respectively, which represent 9.11% and 2.27% respectively of the total purchases.</p> <p>Purchases of raw materials and finished goods from related parties comprise:</p>		
	377,379	88,530
PT Technopia Jakarta	106,332	15,275
Unilever China Ltd.	105,059	24,885
Unilever Thai Holdings Ltd.	59,872	7,609
Lipton Ltd. Kenya	25,402	12,251
Hindustan Lever Ltd.	24,252	6,253
Unilever Vietnam	19,465	6,317
Unilever (Malaysia) Holdings Sdn. Bhd.	12,958	4,870
Unilever Deutschland GmbH	5,956	6,185
Unilever Australia Ltd.	5,343	-
Best Foods Shandong Ltd.	4,644	1,222
Unilever Srilanka Ltd.	2,713	2,537
Unilever Thai Trading Ltd.	1,300	-
Unilever Philippines, Inc.	1,220	-
Others (respective individual less than Rp 1,000)	2,863	1,126
25. a. Marketing and selling expenses	2,075,830	1,926,023
Advertising, promotion and research	1,284,061	1,200,775
Distribution costs	424,840	409,378
Remuneration	238,335	208,232
Employee benefits	28,237	21,713
Rents	26,404	18,553
Travelling and representation	24,340	21,103
Telecommunications	11,643	10,259
Depreciation of fixed assets	10,393	9,091
Others (respective individual less than Rp 10,000)	27,577	26,919

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	2007	2006
b. General and administration expenses	529,036	472,996
Service fees	321,626	278,134
Remuneration	97,173	91,103
Consultants fees	23,800	13,753
Rents	19,974	29,714
Telecommunications	13,856	18,116
Travelling and representation	12,387	9,525
Employee benefits	11,513	8,072
Amortisation of intangible asset	11,069	7,500
Depreciation of fixed assets	9,411	8,685
Education and training	6,438	4,675
Others (respective individual less than Rp 10,000)	1,789	3,719
26. Employee costs	497,289	482,479

The number of permanent employees of the Company as of September 30, 2007 and 2006 were 3,402 and 3,367 respectively.

As at September 30, 2007 and 2006, the subsidiaries (PT Anugrah Lever and PT Technopia Lever) had no permanent employees.

27. Basic earnings per share

Net income attributable to the shareholders	<u>1,575,937</u>	<u>1,373,415</u>
Weighted average number of outstanding shares (in thousands)	<u>7,630,000</u>	<u>7,630,000</u>
Basic earnings per share (full amount Rupiah)	<u>207</u>	<u>180</u>

There are no securities which would resulted in a dilutive impact.

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28. Assets and liabilities denominated in foreign currencies

Assets and liabilities denominated in various foreign currencies are as follows:

	2007	
	Foreign currency	Million Rupiah
Assets		
Cash and cash equivalents	USD 7,635,730	69,852
	EUR 303,330	3,934
Trade debtors		
- Third parties	USD 858,969	7,858
- Related parties	USD 6,084,785	55,664
Amounts due from related parties	SGD 207,339	1,276
	USD 94,788	867
		139,451
Liabilities		
Trade creditors		
- Third parties	AUD 99,482	801
	CHF 813	6
	EUR 135,454	1,757
	GBP 365,930	6,788
	USD 7,621,518	69,722
- Related parties	AUD 466,534	3,756
	EUR 138,007	1,790
	THB 118,988	32
	USD 4,650,345	42,541
Other liabilities	EUR 129,915	1,685
	GBP 15,847	294
	HKD 3,760	4
	SEK 104,860	148
	SGD 81,009	498
	THB 1,555,072	415
	USD 994,727	9,100
Amounts due to related parties	AUD 2,637	21
	EUR 10,460	136
	GBP 9,010	167
	PHP 3,354,586	681
	SGD 117,473	723
	THB 339,162	91
	USD 11,335,018	103,693
		244,849
Excess of liabilities over assets denominated in foreign currencies		105,398

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Assets and liabilities denominated in various foreign currencies are as follows:

	2006	
	Foreign currency	Million Rupiah
Assets		
Cash and cash equivalents	USD 7,188,530	66,314
	EUR 1,865,353	21,806
Trade debtors		
- Third parties	USD 2,345,658	21,639
- Related parties	USD 5,681,714	52,414
Amounts due from related parties	USD 31,481	290
		162,463
Liabilities		
Trade creditors		
- Third parties	CAD 1,100	9
	CHF 1,476	11
	EUR 299,407	3,500
	GBP 583,466	10,065
	JPY 8,800,000	688
	THB 70,708	17
	USD 9,709,594	89,571
- Related parties	AUD 137,427	945
	EUR 387,795	4,533
	THB 759,809	187
	USD 7,020,404	64,763
Other liabilities	AUD 424	3
	EUR 125,788	1,470
	GBP 3,694	64
	PHP 40,127	7
	SEK 162,169	204
	SGD 241,190	1,390
	THB 3,535,585	869
	USD 1,566,586	14,452
Amounts due to related parties	AUD 1,364	9
	GBP 29,583	510
	SGD 39,028	227
	THB 11,374	3
	USD 13,006,470	119,985
		313,482
Excess of liabilities over assets denominated in foreign currencies		151,019

When it is required in the opinion of management, the Company and subsidiaries enters into foreign currency exchange contracts with external counterparts to reduce its exposure to foreign exchange movements affecting existing assets and liabilities denominated in foreign currencies.

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29. Significant commitments and contingent liabilities

- a. The Company had commitments to purchase fixed assets and raw materials amounting to Rp 239,284 and Rp 863,428 respectively as of September 30, 2007 (2006: Rp 49,152 and Rp 634,318 for purchases of fixed assets and raw materials respectively).
- b. Building rental commitments in 2007 and 2006 and computer lease commitments under operating leases in 2007 are as follows:

	2007	2006
	USD (in thousands)	USD (in thousands)
Building rental commitments	1,340	2,374
Payable within		
1 year	1,070	1,034
2 – 4 years	270	1,340
	Rupiah (in millions)	Rupiah (in millions)
Computer lease commitments	22,345	13,443
Payable within		
1 year	9,623	3,448
2 – 4 years	12,723	9,995

- c. The Company had revolving credit facilities at September 30, 2007 from:

	Short term	
	USD (million)	Rp (million)
Citibank N. A	2	440,000
ABN AMRO Bank N.V.	-	175,000
Deutsche Bank AG	15	-
Total facilities	17	615,000

These facilities are unsecured short-term financing facilities and the interest is paid at prevailing market rates. The facilities are subject to review on annual basis.

On April 4, 2006, the Company agreed to increase the loan facility from Deutsche Bank AG to USD 15 million (2006: USD 9 million).

On December 7, 2005, ABN AMRO Bank N.V. and the Company agreed to use the facility from ABN AMRO Bank N.V. as a supplier financing facility for certain suppliers of the Company.

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As at September 30, 2007 and 2006, the Company did not use the facilities from the above mentioned banks.

- d. The Company and subsidiaries did not have any significant contingent liabilities as at September 30, 2007 and 2006.

30. Other important agreements

PT Unilever Indonesia Tbk ("Unilever") has entered into a conditional agreement with PT Ultrajaya Milk Industry & Trading Company Tbk. ("Ultra") for the acquisition of its fruit juice business through the assignment and transfer of all intellectual property under the trademarks "Buavita" and "Gogo" on September 6, 2007. Under the terms of agreement, Unilever will acquire the brands and related goodwill and Ultra will continue to produce fruit juices for Unilever under a long terms supply agreement.

The completion of the transaction is subject to the approval of the shareholders of Ultra pursuant to capital market laws and regulations and the fulfillment of other conditions pursuant to the relevant agreement, inter alia delivery of all relevant trademark certificates and other commercial data.

The transaction, is not considered as a material transaction for ULI in accordance with Bapepam Rule No. IX.E.2 and is not classified as a conflict of interest transaction pursuant to Bapepam Rule No. IX.E.1, attachment to decree of Chairman of Bapepam No. Kep-32/PM/2000 dated 22 August 2000 regarding Conflict of Interest for Certain Transaction, and therefore is not require prior approval from the General Meeting of Shareholders nor the Independent shareholders.

By the fulfillment of the conditions under the relevant agreement, both companies expect to close the transaction by end of January 2008

31. Reclassification of accounts

The following reclassification of accounts of the 2006 consolidated financial statements were made to be consistent with the presentation of the 2007 consolidated financial statements:

- Prepaid tax amounting to Rp 42,878 in period 2006 was reclassified from tax payable to prepaid tax.
- Trade creditors related parties for PT Kimberley Lever amounting Rp 27,522 in December 2006 was reclassified to trade creditors.
- Dividend payable amounting Rp 15,239 in period 2006 was reclassified to other liabilities.