



Nine Months 2010 Results Investor Memo

1 November 2010

PT Indosat Tbk

IDX : ISAT
NYSE : IIT

Market Capitalization
(As at 30 September 2010)
IDR 29.89 trillion

Issued Shares
5,433,933,500

Share Price (NYSE:IIT)
(As at 30 September 2010) US\$30.46
Hi/Lo (9 months) US\$34.19/US\$24.22

Share Price (IDX:ISAT)
(As at 30 September 2010) IDR5,500
Hi/Lo (9 months) 6,200/IDR4,400

Shareholder Structure
(As at 30 September 2010)

Qtel Asia	65.00%
Republic of Indonesia	14.29%
Skagen AS	5.10%
Free Float	15.61%

IDR to USD Conversion
1 USD = IDR8,924 (30 September 2010)

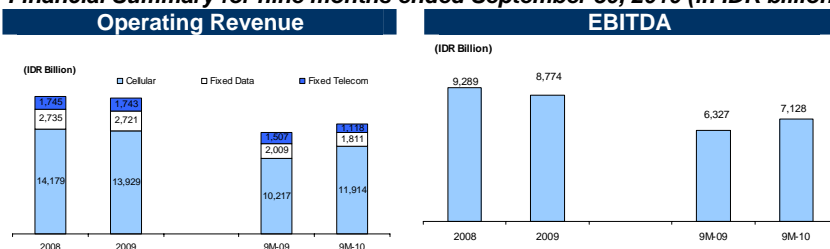
Corporate and Bond Ratings
(at 30 September 2010)

Moodys : Negative Outlook
: Ba1
S&P : Stable Outlook
: BB
Fitch : Stable Outlook
: BBB-
Pefindo : Negative Outlook****
idAA+/Local Currency Debt
idAA+(sy)/Local Sukuk Ijarah

**** Pefindo upgraded Indosat outlook to Stable from Negative in October 2010.

Investor Relations
PT Indosat Tbk - Indonesia
Ph: +62 21 3869615/30003001
Fax: +62 21 30003757
E-mail: investor@indosat.com
<http://www.indosat.com>

Financial Summary for nine months ended September 30, 2010 (in IDR billion)



	9M 2009	9M 2010	Change (%)
Operating Revenues	13,732.9	14,843.1	8.1
Operating Income	2,592.3	2,562.1	-1.2
Net Income	1,449.9	530.9	-63.4
EBITDA*	6,327.4	7,127.7	12.6

*EBITDA (earnings before interest, taxes, depreciation and amortization) is a non-GAAP measure that management believes is a useful supplemental measure of cash available prior to debt service, capital expenditures and income tax. Investors are cautioned that EBITDA should not be construed as an alternative to net income determined in accordance with GAAP as an indicator of the Company's performance or to cash flows from operations as a measure of liquidity and cash flows. EBITDA does not have a standardized meaning prescribed by GAAP. The Company's method of calculating EBITDA may differ from the methods used by other companies and, accordingly, it may not be comparable to similarly titled measures used by other companies.

Balance Sheet as of September 30, 2010 (in IDR billion)

	9M 2009	9M 2010	Change (%)
Total Assets	54,817.4	56,321.8	2.7
Total Liabilities**	36,592.8	38,228.3	4.5
Total Stockholder's Equity	17,911.0	17,734.9	-1.0
Total Debt	24,418.5	27,308.3	11.8

**exclude minority interests

Financial Ratios*** as of September 30, 2010

	Formula	9M 2009 (%)	9M 2010 (%)
EBITDA Margin	EBITDA/Operating Revenues	46.1	48.0
Interest Coverage	EBITDA/Interest Expense	509.2	461.1
Gross Debt to Equity	Gross Debt / Total Equity	135.9	152.9
Debt to EBITDA	Gross Debt / Total EBITDA	278.3	288.9

***Financial Ratios were computed based on EBITDA and Interest Expense for the twelve months period, as required by our debt covenants.

Results Highlights

- Operating revenues grew by 8.1% in the nine months ended 30 September 2010, compared to the same period a year earlier. Cellular revenues increased by 16.6%, as the company continued to benefit from its strategic shift towards a balanced value strategy and the seasonality associated with the festive season. Increased cellular revenue resulted from the 40.9% increase in cellular subscribers set against a slight decline of 2.5% in Average Revenue Per User (ARPU).
- Revenue from Fixed Data (MIDI) services decreased by 9.9% YoY, as a result of downward pressure in tariffs for internet, IPVPN, MPLS services and leased line as well as appreciation of the IDR.
- Fixed Voice (Fixed Telecom) revenues decreased by 25.8% resulting primarily from lower IDD traffic, appreciation of the IDR and lower FWA revenues.

This document is not an offer of securities for sale in the United States. Securities may not be offered or sold in the United States absent registration or an exemption from registration. Any public offering of securities to be made in the United States will be made by means of a prospectus that may be obtained from the Company and will contain detailed information about the Company and management, as well as financial statements. The Company does not intend to register any offering in the United States.

This document contains certain financial information and results of operation, and may also contain certain projections, plans, strategies, and objectives of Indosat, that are not statements of historical fact which would be treated as forward looking statements within the meaning of applicable law. Forward looking statements are subject to risks and uncertainties that may cause actual events and Indosat's future results to be materially different than expected or indicated by such statements. No assurance can be given that the results anticipated by Indosat, or indicated by any such forward looking statements, will be achieved.

**NINE MONTHS 2010
OPERATING AND FINANCIAL RESULTS**

PT Indosat Tbk (“Indosat” or “the Company”) has released its consolidated financial statements for the Nine Months 2010 (“9M 2010”). The financial statements have been prepared in accordance with Indonesian Generally Accepted Accounting Principles (GAAP).

STATEMENT OF INCOME

Operating revenues of IDR14,843.1 billion were recorded in 9M 2010, an increase of IDR1,110.2 billion or 8.1% over the same period in the prior year. Indosat’s Cellular, Fixed Data and Fixed Voice businesses contributed 80%, 12% and 8% respectively to consolidated operating revenues in the period ended 30 September 2010.

- **Cellular revenues** increased by 16.6% for the 9M 2010, attributable to an increase of 40.9% in the subscriber base set against a slight decline of 2.5% in the Average Revenue per User (ARPU) compared to the same period in 2009. Tower rental revenue contributed IDR166.9 billion to cellular revenues in the period.
- **Fixed Data (MIDI) revenues** decreased by 9.9% compared to the same period in 2009, driven largely by increased competitive pressure which has resulted in tariff compression in the areas of internet, IPVPN, MPLS and leased line services. Furthermore, a significant proportion of customer contracts in this segment are USD denominated – resulting in decreased IDR denominated revenues as the IDR has appreciated 7.82% against the USD from 30 September 2009 to 30 September 2010 and 9.98% from average 3Q 2009 to average 3Q 2010.
- **Fixed Voice (Fixed Telecom) revenues** decreased by 25.8% over the same period in 2009 owing to lower international (IDD) revenues as a result of decreased non-Indosat originated traffic and appreciation of the IDR against US Dollar, as the IDR has appreciated 7.82% against the USD from 30 September 2009 to 30 September 2010 and 9.98% from average 3Q 2009 to average 3Q 2010 and lower FWA revenues.

Operating expenses of IDR12,281.0 billion were recorded for the 9M 2010, an increase of IDR1,140.4 billion or 10.2% over the same period prior year. Much of the increase was a result of increased depreciation and amortization charges, cost of services and marketing expenses.

- **Depreciation and amortization:** increased by IDR830.4 billion or 22.2% over the same period in 2009, as a result of ongoing investment into the business which has increased the absolute size fixed asset register (incl. satellite).
- **Marketing expenses:** increased by IDR210.9 billion or 34.5% over 2009, driven primarily by the reclassification of channel programs and dealer incentives from the previous treatment as a revenue reduction to being booked as marketing expenses.
- **Cost of services:** increased by IDR91.7 billion or 1.8% over prior year as a result of increased government levies relating to frequency fees and 3G license spectrum. Increases in site rental costs, submarine cables costs and IT equipment maintenance costs also contributed to this increase.

- **Personnel expenses:** increased by IDR40.8 billion or 3.7% over 2009 owing to adjustments in provisions for pension benefits.
- **General and Administration expenses:** decreased by IDR33.4 billion or 6.7% over prior year as lower bad debt provisions, professional fees, rent and catering expenses resulted from the implementation of a cost efficiency program designed to minimize non-operational costs.

CONSOLIDATED STATEMENTS OF INCOME
NINE MONTHS ENDED SEPTEMBER 30, 2009 AND 2010 (Unaudited)
(Expressed in Billions of Indonesian Rupiah and Millions of U.S. Dollar)

Description	Nine months Ended September, 30			Growth (2)
	2009	2010		
	IDR	IDR	US\$ (1)	
OPERATING REVENUES				
	10,217.3	11,914.4	1,335.1	16.6%
Cellular				
Multimedia, Data Communication, Internet (MIDI ¹)	2,009.1	1,810.9	202.9	-9.9%
Fixed Telecommunications	1,506.5	1,117.9	125.3	-25.8%
TOTAL OPERATING REVENUES	13,732.9	14,843.1	1,663.3	8.1%
OPERATING EXPENSES				
Cost of Services	5,199.4	5,291.1	592.9	1.8%
Depreciation & Amortization	3,735.2	4,565.6	511.6	22.2%
Personnel	1,097.7	1,138.5	127.6	3.7%
Marketing	611.0	821.9	92.1	34.5%
General and Administration	497.3	463.9	52.0	-6.7%
TOTAL OPERATING EXPENSES	11,140.6	12,281.0	1,376.2	10.2%
OPERATING INCOME	2,592.3	2,562.1	287.1	-1.2%
OTHER INCOME (EXPENSES)				
Gain on foreign exchange – net	1,394.4	589.2	66.0	-57.7%
Interest Income	120.9	113.2	12.7	-6.4%
Financing Cost	(1,359.2)	(1,745.1)	(195.5)	28.4%
Loss on change in fair value of derivatives - net	(387.6)	(378.4)	(42.4)	-2.4%
Amortization of goodwill	(177.2)	(169.9)	(19.0)	-4.1%
Others - net	(68.4)	(97.5)	(10.9)	-42.6%
TOTAL OTHER EXPENSES - Net	(476.9)	(1,688.5)	(189.2)	254.0%
INCOME BEFORE INCOME TAX	2,115.3	873.5	97.9	-58.7%
INCOME TAX EXPENSE - Net	(626.0)	(293.2)	(32.9)	-53.2%
MINORITY INTEREST IN NET INCOME OF SUBSIDIARIES	(39.5)	(49.4)	(5.5)	25.3%
NET INCOME	1,449.9	530.9	59.5	-63.4%

1) Translated into U.S. dollars using IDR8,924 to US\$1 (in full amounts) as the prevailing exchange rate as of the balance sheet date
2) Percentage changes may vary due to rounding.

Other expenses: increased by IDR1,211.6 billion or 254.0% over 2009 driven primarily by foreign exchange movements and an increase in financing costs.

- **Gain on Foreign Exchange-Net and Loss on change in fair value of Derivatives-Net:** Indosat recorded a net foreign exchange gain in 9M 2010 of IDR589.2 billion compared to a gain of IDR1,394.4 billion in the prior year due to the appreciation of the IDR against the USD. Indosat also recorded a loss on the change in fair value of derivatives in 9M 2010 of IDR378.4 billion, compared to the loss on change in fair value of derivative of IDR387.6 billion in prior year.
- **Financing costs:** increased by IDR385.9 billion or 28.4% over 2009 as the absolute debt issued by the company increased.
- **Interest income:** decreased by IDR7.7 billion or 6.4% over prior year as a result of lower average interest rates on cash balances.

Net Income decreased by 63.4% over 2009 driven primarily by higher depreciation, financing costs and lower foreign exchange gains. On a quarterly basis, Net Income improved, driven primarily by increases in cellular revenue and higher foreign exchange gains.

Balance Sheet

Total assets increased by 2.7% to IDR56,321.8 billion.
Total liabilities increased by 4.5% to IDR38,228.3 billion.
Total stockholder equity decreased by 1.0% to IDR17,734.9 billion.

- Current assets increased by 59.1% to IDR9,915.2 billion, mainly resulting from an increase in cash and cash equivalents as a result of the issuance of new bonds.
- Non-current assets decreased by 4.5% to IDR46,406.6 billion, largely as a result of lower balances in the *Assets Under Construction* account and thus higher fixed assets.
- Current liabilities increased by 12.4% to IDR12,506.6 billion as a result of long term liabilities becoming current in the period and a decrease in procurement payables.
- Non-current liabilities increased by 1.0% to IDR25,721.7 billion as a result of the US\$650 million 2020 Bond being issued in the period.

CONSOLIDATED BALANCE SHEETS
AS OF SEPTEMBER 30, 2009 AND 2010 (Unaudited)
(Expressed in Billions of Indonesian Rupiah and Millions of US Dollar)

Description	2009		2010		Growth (2)
	IDR	US\$ (1)	IDR	US\$ (1)	
ASSETS					
Current Assets	6,233.1	1,110.3	9,908.5	1,110.3	59.0%
Non-Current Assets	48,584.2	5,200.9	46,413.2	5,200.9	-4.5%
TOTAL ASSETS	54,817.4	6,311.3	56,321.8	6,311.3	2.7%
LIABILITIES					
Current Liabilities	11,129.7	1,401.5	12,506.6	1,401.5	12.4%
Non-Current Liabilities	25,463.1	2,882.3	25,721.7	2,882.3	1.0%
TOTAL LIABILITIES	36,592.8	4,283.8	38,228.3	4,283.8	4.5%
MINORITY INTEREST	313.6	40.2	358.6	40.2	14.4%
TOTAL STOCKHOLDERS' EQUITY	17,911.0	1,987.3	17,734.9	1,987.3	-1.0%
TOTAL LIABILITIES & STOCKHOLDERS' EQUITY	54,817.4	6,311.3	56,321.8	6,311.3	2.7%

1) Translated into U.S. dollars using IDR8,924 to US\$1 (in full amounts) as the prevailing exchange rate as of the balance sheet date
2) Percentage changes may vary due to rounding.

Cash Flows and Capital Expenditure

Cash-out CAPEX in 9M 2010 amounted to IDR4,339.6 billion, a decrease of 54.1% over the same period in 2009. Of this amount, approximately 80% was allocated to cellular, with the balance allocated to fixed telecom, fixed data, infrastructure and IT.

CONSOLIDATED STATEMENT OF CASH FLOWS
NINE MONTHS ENDED SEPTEMBER 30, 2009 AND 2010 (Unaudited)
(Expressed in Billions of Indonesian Rupiah and Millions of U.S. Dollar)

Description	2009	2010	
	IDR	IDR	US\$ (1)
Net Cash Provided by Operating Activities	3,582.8	5,409.3	606.2
Net Cash Used in Investing Activities	(9,438.4)	(3,780.8)	(423.7)
Net Cash Provided by Financing Activities	2,362.0	1,720.5	192.8
Net Increase (Decrease) in Cash and Cash Equivalents	(3,493.6)	3,349.1	375.3
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	5,737.8	2,836.0	317.8
Beginning Balance of Cash and Cash Equivalents of Liquidated Subsidiary	(7.0)	-	-
CASH AND CASH EQUIVALENTS AT END OF PERIOD	2,237.2	6,185.1	693.1

1) Translated into U.S. dollars using IDR8,924 to US\$1 (in full amounts) as the prevailing exchange rate as of the balance sheet date

STATUS OF DEBT

Total outstanding debt: As at 30 September 2010, the Company had total outstanding debts of IDR27,308.3 billion. The Company has hedging facilities in place covering USD509.0 million or 32.8% of the Company's USD denominated bonds and loans. The Company's cash position as at 30 September 2010 stood at IDR6,185.0 billion and net debt at IDR21,123.3 billion.

The composition of Indosat debt is as follows:

- 49.4% or IDR13,500.2 billion in loans
- 50.6% or IDR13,808.1 billion in bonds

Currency breakdown of total debt as follows:

- 50.4% Indonesian Rupiah denominated
- 49.6% US Dollar denominated

LOANS AND BONDS PAYABLE

Facility	Amount	Maturity	Interest Rate
Indosat			
IDR Bond (IDR Million)			
Bond II	200	2032	Series B Fixed 16% p.a
Bond III	640	2010	Series B Fixed 12.875% p.a
Bond IV	815	2011	Fixed 12.0% p.a
Bond V	2,600	2014 & 2017	Series A Fixed 10.2% p.a and Series B Fixed 10.65% p.a
Bond VI	1,080	2013 & 2015	Series A Fixed 10.25% p.a and Series B Fixed 10.8% p.a
Bond VII	1,300	2014 & 2016	Series A Fixed 11.25% p.a and Series B Fixed 11.75% p.a
USD Bond (USD Million)			
Guaranteed Notes III – 2020	650	2020	Fixed 7.375% p.a
Sharia Bond (IDR Billion)			
Syariah Ijarah I	285	2011	Fixed Ijarah Return amounting to IDR8.55 payable on a quarterly basis
Sukuk Ijarah II	400	2014	Fixed Ijarah Return amounting to IDR10.20 payable on a quarterly basis

Facility	Amount	Maturity	Interest Rate
IDR Loan (IDR Billion)			
Mandiri Loan 1	1,300	2012	Fixed rate of 9.75% and 10.5% for the First 2 years, floating rate average 3 month JIBOR + 1.5% for the following year
Mandiri Loan 2	900	2014	Floating Rate based on average 3 Month JIBOR + 2.25% p.a. effective per 31-May-10
BCA Loan 1	1,300	2012	Fixed rate of 9.75% and 10.5% for the First 2 years, floating rate 3 month JIBOR + 1.5% for the following year
BCA Loan 2	400	2012	Floating Rate based on 3 Month JIBOR + 2.25% p.a
BCA Loan 3	900	2014	Floating Rate based on 3 Month JIBOR + 2.25% p.a. effective per 25-Jun-10
DBS Loan	400	2013	Fixed rate of 9.7% and 10.4% for the First 2 years, floating rate prevailing annual interest rate of 3 months Certificates of Bank Indonesia +1.5% for the following year
Goldman Sachs International (GSI)	434.3	2013	Fixed annual rate 8.75% times IDR434.3 billion. Fixed annual rate 6.45% times US\$50 million if GSI exercise its option on the beginning of the 5th year
USD Loan (USD Million)			
Finnish Export Credit Facility	7.60	2011	Fixed 4.15% p.a
HSBC France - Coface	141.47	2019	Fixed 5.69% p.a
9 Year Commercial Facility	24.33	2016	Floating Rate based on US LIBOR + 1.45% p.a
HSBC France - Sinosure	39.78	2019	Floating Rate based on US LIBOR + 0.35% p.a
Syndicated USD Loan Facility	450.00	2013	Floating Rate based on 6m US LIBOR + 1.85% p.a*
EKN Loan	229.64	2017	Floating Rate based on 6m US LIBOR + 2.87% p.a over USD 92.86; Fixed Rate 4.26% over USD 38.79
Lintasarta			
IDR Bond (IDR Billion)			
Limited Bond I **	17.0	2012	Floating maximum 19% p.a and minimum 12.75% p.a
Limited Bond II **	25.0	2012	Floating maximum 19% p.a and minimum 12.75% p.a
IDR Loan (IDR Billion)			
Facility 5 From Niaga	9.9	2011	Annual Rate of 1-month Certificated of Bank Indonesia + 2.25% p.a
Facility 6 From Niaga	60.0	2012	Fixed 14.5% p.a

*1.85% p.a. for offshore lenders and 1.90% p.a. for onshore lenders
 ** After elimination of limited bonds issued to the Company

Total maturing debt: in the next twelve months, the Company has debts of IDR2,804.9 billion and US\$179.4 million coming to maturity. The average tenor of debt at Indosat is 4.7 Years as at 30 September 2010.

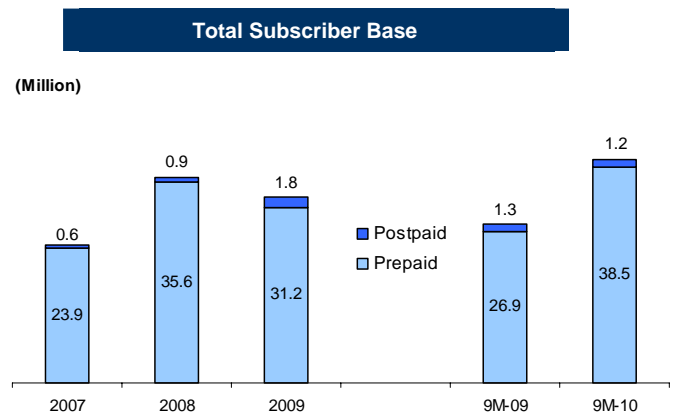
DEBT MATURITY WITHIN THE NEXT TWELVE MONTHS

Maturity	Facility	Amount	
		USD	IDR
4Q 2010	Indosat IIIB Credit Facility 6 Niaga Inst.		640.000.000.000
	Credit Facility 5 Niaga Inst.		7.500.000.000
	9 Year Commercial Inst.	1.351.850	5.000.000.000
1Q 2011	EKN Loan Tranche A Inst.	7.142.857	
	FEC Loan Inst.	3.800.000	
	BCA Loan 2 Installment		150.000.000.000
2Q 2011	DBS Loan Installment		75.000.000.000
	Credit Facility 6 Niaga Inst.		7.500.000.000
	Credit Facility 5 Niaga Inst.		4.933.376.486
3Q 2011	EKN Loan Tranche B Inst.	11.071.429	
	HSBC France – Coface	7.859.335	
	HSBC France – Sinosure Inst.	2.210.000	
4Q 2011	Indosat IV Syariah Ijarah		815.000.000.000
	Credit Facility 6 Niaga Inst.		285.000.000.000
	BCA Loan 3 Installment		7.500.000.000
1Q 2012	FEC Loan Installment	3.800.000	
	EKN Loan Tranche A Inst.	7.142.857	
	9 Year Commercial Inst.	1.351.850	
2Q 2012	Syndicated USD Loan	112.500.000	
	BCA Loan 1 Installment		300.000.000.000
	Mandiri Loan 1 Installment		300.000.000.000
3Q 2012	Mandiri Loan 2 Installment		100.000.000.000
	Credit Facility 6 Niaga Inst.		7.500.000.000
	EKN Loan Tranche B Inst.	11.071.429	
4Q 2012	HSBC France – Coface	7.859.335	
	HSBC France – Sinosure Inst.	2.210.000	

OPERATIONAL RESULTS

Cellular

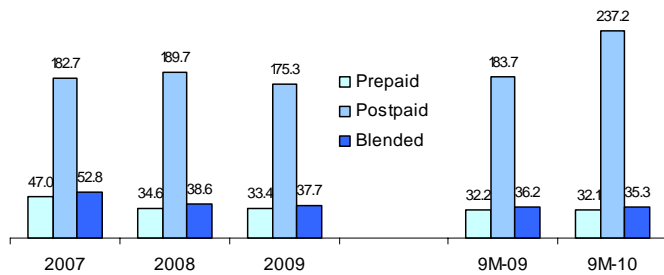
In July 2010, Indosat issued a restatement of its cellular subscriber figures as there had been a discrepancy in the compilation of data from multiple reporting systems. The adjustment had no impact on customer experience, network quality or access, the Company's revenues or costs. The same issue resulted in an over-reporting of subscribers in the second, third and fourth quarters of 2009. The Company quickly identified the issue and made a re-statement for each of the affected periods.



As at 30 September 2010 the Company's cellular subscriber base stood at 39.7 million: an increase of 11.5 million subscribers over the same period in 2009. Indosat continued to focus on value segments and a re-allocation of resources focusing on target segments and market opportunities which has resulted in consistent customer and revenue growth since the appointment of a new Management team in 2009.

ARPU

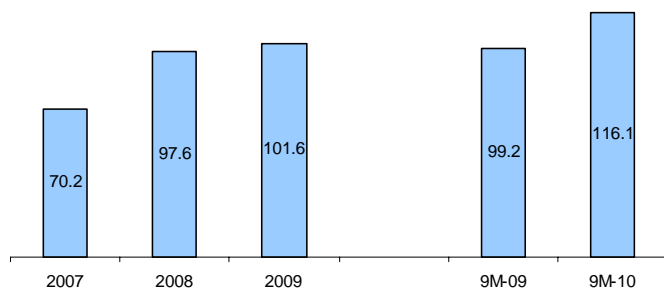
(IDR Thousand)



Average Revenue Per User (ARPU) for GSM cellular customers in the nine-months ended 30 September 30, 2010 stood at IDR35.3 thousand, a slight decrease of 2.5% over the same period in 2009.

MOU

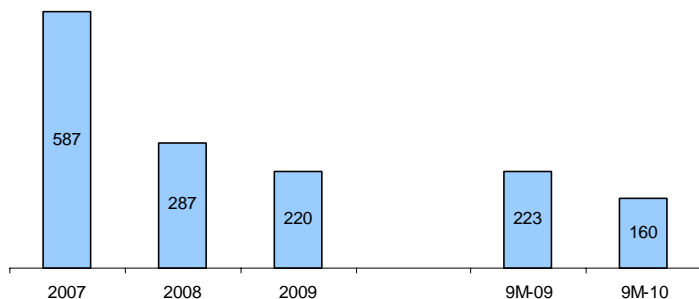
(Minute)



Average Minutes of Usage (MOU) per subscriber increased to 116 minutes, (an increase of 17.0% compared to 9M 2009) as a result of promotional tariffs in the festive season, and loyalty and retention programs.

RPM

(Rupiah)



Revenue Per Minute (RPM) decreased to IDR160 (a decrease of 28.2% compared to 9M 2009) as a result of promotions, continued price competition and retention and loyalty programs.

Fixed Data (MIDI)

	Unit	9M-09	9M-10	Change
Indosat				
International High Speed Leased Circuit	Mbps	4,820	16,769	247.9%
Domestic High Speed Leased Circuit	Mbps	11,639	14,795	27.1%
Transponder	Mhz	562	620	10.5%
IPVPN	Mbps	961	1,108	15.3%
Internet	Mbps	5,737	7,413	29.2%
Frame Relay	Mbps	22	12	-47.6%
Lintasarta				
High Speed Leased Line	link	798	676	-15.3%
Frame Relay	access	4,217	3,521	-16.5%
VSAT	terminal	3,001	3,212	7.0%
IPVPN	link	6,709	8,533	27.2%
IM2				
Internet Dial Up	user	9,979	8,269	-17.1%
Internet Dedicated	link	940	769	-18.2%
IPVPN	link	479	417	-12.9%

Indosat continues to offer high quality services with advanced technological solutions such as IPVPN and Ethernet for high-value customers.

Fixed Telecommunications

	Unit	9M-09	9M-10	Change
IDD				
Outgoing Traffic	(000)min	371,854,636	345,493,628	-7.1%
Incoming Traffic	(000)min	1,114,255,322	1,126,169,143	1.1%
Total Traffic	(000)min	1,486,109,958	1,471,662,771	-1.0%
I/C Ratio		3.0	3.3	8.8%
Fixed Wireless				
Prepaid	subs	478,723	659,176	37.7%
Postpaid	subs	64,126	63,430	-1.1%
Total Subscribers	subs	542,849	722,606	33.1%
ARPU Prepaid	IDR	23,273	14,482	-37.8%
ARPU Postpaid	IDR	71,378	48,863	-31.5%
ARPU Blended	IDR	28,638	17,811	-37.8%

Indosat continues to experience a decrease in IDD outgoing traffic driven by lower outgoing traffic from non-Indosat originated calls.

MARKETING ACTIVITIES

Cellular

- Indosat continued to push retention programs into the market, aimed at extending customer lifetime profiles with offers of more on-net benefits, and further, offered lifestyle benefits in certain stores, restaurants, hotels, airport lounges and events to create a closer bond with Indosat's loyal customers.
- Indosat launched "Mentari Rp12,000 package" in order to filter customer value at the point of sale. This promotion offers a solid set of benefits, which are available to the customer over a longer period. This is expected to increase customer value and lifetime.
- Furthermore and on the same theme as above, Indosat launched promotions aimed at customers whose lifetime is more than five months. These customers will receive bonus SMS and on-net minutes based on their specific historical reload profile.

NETWORKS

Cellular (GSM) Network. The Company operated 17,847 BTSs as of September 30, 2010, including 2G and 3G BTSs or added 2,153 BTSs compared to the same period of last year.

As of September 30	2009	2010	Additional
Base Transceiver Stations (BTS)	15,694	17,847	2,153
Base Station Controllers (BSC)	336	364	28
Mobile Switching Centers (MSC)	95	90	-5

Fixed Wireless (CDMA) Network. As of September 30, 2010, the Company operated 1,576 BTSs, 37 BSCs and 8 MSCs.

About Indosat

Indosat is a leading telecommunication and information service provider in Indonesia that provides cellular services (Mentari, Matrix and IM3), fixed telecommunication services or fixed voice (IDD 001, IDD 009 and FlatCall 01016, fixed wireless service StarOne and I-Phone). Indosat also provides Multimedia, Internet & Data Communication Services (MIDI) through its subsidiary company, Indosat Mega Media (IM2) and Lintasarta. Indosat also provides 3.5 G with HSDPA technology. Indosat's shares are listed in the Indonesia Stock Exchange (IDX:ISAT) and its American Depositary Shares are listed in the New York Stock Exchange (NYSE:IIT).