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For immediate release

FajarPaper announced its 1H 2007 Interim Results

- 6 months sales rose 58% to Rp 1.23 trillion
- Operating profit jumped 151% to 176 billion
- EBITDA up 97% to Rp 246 billion

Jakarta, July 19, 2007

Leading recycled packaging paper PT Fajar Surya Wisesa Tbk ("FajarPaper") announced its interim results today. "We are pleased to report a 58% increase in net sales to Rp 1.23 trillion for the first half of 2007," said Mr. Hadi Rebowo Ongkowidjojo, director of FajarPaper. The substantial improvement in sales is attributed to the availability of additional production capacity and a full order book points to continuing strong demand. The diversification into higher value added products, notably sack kraft, has also been a key contributor. EBITDA grew by 97% over the same period in 2006 to Rp 245.8 billion.

Sales volume jumped 36% to 331,481 tons in 1H 2007. The management reported higher average selling price (ASP) of Rp 3,706/kg compared to Rp 3,185/kg for the first half 2006. Operating rates achieved a level of 95% capacity utilization and production of 334,221 tons for the first six months 2007.

Gross profit jumped 94% to Rp 237.3 billion for the first six months 2007 from Rp 122.2 billion same period last year representing higher average sales price and better cost management despite an increase in global waste paper prices.

Operating expenses were contained at 5% resulting in significant increase of operating profit of 151% to Rp 175.8 billion compared with the first six months last year. Operating profit margin improved to 14.3% from 9.0% last year. EBITDA grew 97% to Rp 245.8 billion (eqv. US\$ 27 million) with EBITDA margin improving to 20%.

Mr. Ongkowidjojo commented, "Domestic packaging paper prices have increased since the beginning of the year, in-line with global price trends, but also reflecting strong domestic demand. We have responded by focusing 80% of our capacity to meet domestic market needs. Given that demand in both domestic markets and around the region is expected to expand further, we are evaluating further products, including food grade sack kraft as a source of additional higher value business."

He added: "Much of our strength lies well established relationships with customers, and suppliers many of which go back for more than 10 years. These relationships describe the quality of FajarPaper and our service standards, two key factors which in turn help generate better returns for our shareholders."

Financial Highlights

(in million Rupiah)	6M 2007 (Unaudited)	6M 2006 (Unaudited)	2006 (Audited)
Net sales	1,228,444	778,989	1,693,081
Gross Profit	237,264	122,169	243,246
Operating Profit	175,820	70,046	133,050
Income Before tax	117,598	112,983	149,380
Net Income	81,315	77,972	101,728
EBITDA	245,832	124,794	252,101
Earnings per Share	32.82	31.47	41.1
Gross Profit Margin	19.3%	15.7%	14.4%
Operating Profit Margin	14.3%	9.0%	7.9%
EBITDA margin	20.0%	16.0%	14.9%

Ends.

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