

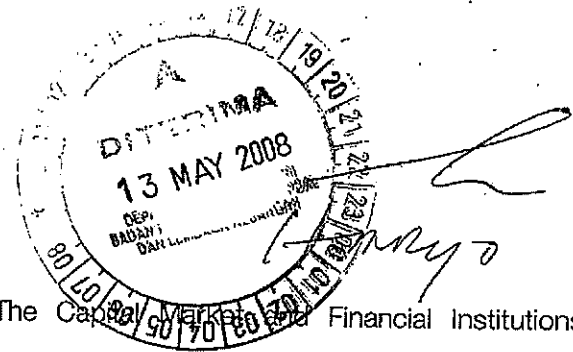
LONSUM

Jakarta, 13 May 2008

Ref. No.: CS-87/LSIPV/08

To:
Capital Market and Financial Institutions Supervisory Agency (Bapepam- LK)
New Building of Department of Finance of Republic of Indonesia
Jl. Dr. Wahidin Raya No. 1
Jakarta 10710

Attn: Mr. Dr. A. Fuad Rahmany
Head of Bapepam - LK



Dear Sir,

Re.: Disclosure pursuant to Rule X.K.1 of The Capital Market and Financial Institutions Supervisory Agency ("BAPEPAM-LK")

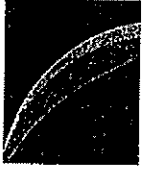
On 12th May 2008, PT PP London Sumatra Indonesia Tbk ("LONSUM") has entered into a joint venture agreement with the Ghanaian Council for Scientific and Industrial Research ("CSIR") to create a joint venture company in Ghana to develop and realise the genetic potential of oil palm for commercial exploitation for the mutual benefit of the parties. CSIR has the Ghanaian Oil Palm Research Institute ("OPRI") under its mandate which has a diverse range of palm oil species, germ plasm and breeding populations.

West Africa is the centre of origin for oil palm, and the alliance of LONSUM and CSIR-OPRI's breeding programmes together with the genetic diversity of oil palm available in Ghana should improve breeding lines, and therefore crude palm oil yields in years to come for the benefit of Ghana and Indonesia.

The joint venture company, to be known as Ghana Sumatra Limited, shall be owned by CSIR (55%) and LONSUM (45%). LONSUM has committed to provide funding of up to USD 4,500,000 under the terms of the joint venture agreement. The obligations of LONSUM under the joint venture agreement are not material for the purposes of Rule IX.E.2 of BAPEPAM-LK and therefore do not require shareholder approval.

For further information please contact:

Mr Bryan Dyer
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PT PP London Sumatra Indonesia Tbk
World Trade Centre 15th Floor



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Thank you for your kind attention and cooperation.

Yours sincerely,
PT. PP LONDON SUMATRA INDONESIA TBK

Endah Resmiati Madnawidjaja
Corporate Secretary

CC:

President Director of Indonesian Stock Exchange (PT. Bursa Efek Indonesia)