

# The Depository Trust Company

# IMPORTANT

**B#:** 2638-07

**DATE:** November 28, 2007

**TO:** All Participants

**CATEGORY:** Dividends

**FROM:** International Services

**ATTENTION:** Operations, Reorg & Dividend Managers, Partners & Cashiers

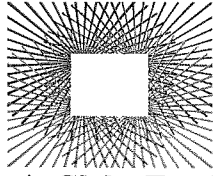
**SUBJECT:** TaxRelief - Country: Indonesia  
PT Telekomunikasi Indonesia TB CUSIP: 715684106  
Record Date: 12/03/07 Payable Date: 12/28/07  
**EDS Cut Off: 12/10/07**

DTC has been notified by the Bank of New York, as Depository Bank for **PT Telekomunikasi Indonesia TB**, in conjunction with their Indonesian custodian bank and the Indonesian tax authorities, that they will accept tax declarations which will enable DTC participants to receive the appropriate payment at source. Please see attached list of treaty countries.

Any questions regarding the procedure should be directed to Mr. Sean Bollers or Mr. Peter Joe at 212-855-4706/4363 respectively.

**Important Legal Information:** *The Depository Trust Company ("DTC") does not represent or warrant the accuracy, adequacy, timeliness, completeness or fitness for any particular purpose of the information contained in this communication, which is based in part on information obtained from third parties and not independently verified by DTC and which is provided as is. The information contained in this communication is not intended to be a substitute for obtaining tax advice from an appropriate professional advisor. In providing this communication, DTC shall not be liable for (1) any loss resulting directly or indirectly from mistakes, errors, omissions, interruptions, delays or defects in such communication, unless caused directly by gross negligence or willful misconduct on the part of DTC, and (2) any special, consequential, exemplary, incidental or punitive damages.*

*To ensure compliance with Internal Revenue Service Circular 230, you are hereby notified that: (a) any discussion of federal tax issues contained or referred to herein is not intended or written to be used, and cannot be used, for the purpose of avoiding penalties that may be imposed under the Internal Revenue Code; and (b) as a matter of policy, DTC does not provide tax, legal or accounting advice and accordingly, you should consult your own tax, legal and accounting advisor before engaging in any transaction.*



*The* **BANK**  
*of* **NEW YORK**<sup>SM</sup>

c/o Globe Tax Services, Inc.

90 Broad Street, 16<sup>th</sup> Floor

New York, NY 10004

**PT TELEKOMUNIKASI INDONESIA TB**

**CUSIP #: 715684106**

**ADR Record Date: December 3<sup>rd</sup>, 2007**

**ADR Payable Date: December 28<sup>th</sup>, 2007**

**EDS Window: December 4<sup>th</sup> – December 10<sup>th</sup>, 2007**

The Bank of New York, as Depository on behalf of PT TELEKOMUNIKASI INDONESIA TB, will accept tax declarations which will enable DTC participants to receive the appropriate dividend payment at source. Qualifying beneficial owners who are residents of a country that has concluded a double taxation treaty with Indonesia may be entitled to a reduced withholding tax rate of 15%, 12%, or 10% versus the statutory rate of 20%. For countries eligible for various withholding tax rates please refer to the attached table.

**Please also note that the simplified tax relief is subject to a tax relief fee of \$0.0035 per share elected at the favorable withholding tax rate. This charge is applied on a per beneficial owner basis. While at this time there is no standard, or long-form tax relief, if such a process becomes available, those claims would be subject to a tax relief fee of \$0.005 per share with a minimum of \$25.00 and a maximum of \$5,000.00 charged on a per beneficial owner basis.**

By certifying for a reduced withholding tax rate the participant maintains that:

*The beneficial owner of the ADRs is a resident of a country that has concluded a double taxation treaty with Indonesia, where the withholding tax rate for dividends is either 15%, 12%, or 10%.*

For any claimant entitled to the 10% and 12% withholding tax rates, a cover letter in the attached format (Appendix A) and a certificate of residency per each beneficial owner is required and must be submitted to The Bank of New York / GlobeTax no later than 5 P.M. Eastern Standard Time on **December 10, 2007**.

Our fax number is: (800) 985-3536.

International (001) 212-747-0029.

- ◆ ADR shareholders who do not provide certification for the reduced withholding rate by the **December 10<sup>th</sup>, 2007** deadline, will have their elections automatically reversed back to a less preferable rate.
- ◆ ADR shareholders who are resident of a non-treaty country, or who are resident of a country with a double taxation treaty with Indonesia but where the applicable withholding tax rate is 20%, will receive the dividend net of the 20% tax.
- ◆ ADR shareholders entitled to the withholding tax rate of 15% **DO NOT** have to provide supporting documentation to receive this reduced rate.

Please contact the following individuals at The Bank of New York / GlobeTax with any questions:

Jonathan Staake

Telephone: (800) 915-3536

International: (001) 212-747-9100

**APPENDIX A**

[\*ONLY REQUIRED FOR BENEFICIAL OWNERS CLAIMING FOR 12% OR 10%]

**PLEASE BE SURE TO INCLUDE THE CERTIFICATES OF RESIDENCY**

< [DTC PARTICIPANT] letterhead >

To: The Bank of New York  
 c/o GlobeTax  
 90 Broad Street (16th Floor)  
 New York, New York 10004-2205  
 Phone: 1-800-915-3536 (in the U.S.) 001-212-747-9100 (Internationally) Fax: 1-800-985-3536 (in the U.S.) 001-212-747-0029 (Internationally)

**Re: Withholding Certification for PT TELEKOMUNIKASI INDONESIA TB, CUSIP # 715684106**

I / We the undersigned \_\_\_\_\_ (contact name)

authorized representative of [DTC PARTICIPANT]

holding shares at [DTC PARTICIPANT - INCLUDING DTC PARTICIPANT NUMBER]

of PT TELEKOMUNIKASI INDONESIA TB Cusip# 715684106 , request that the upcoming cash

dividend payable to holders as of December 3, 2007 , receive the dividend at the treaty rate of withholding tax,

based on the beneficial owner's country of residency cited below.

Name of Beneficial Owner	Tax ID Number	Complete Address	Beneficiary's Country of Residency	# ADRs

**\*\*\* IF THERE ARE MORE THAN 9 BENEFICIAL HOLDERS, PLEASE CALL JONATHAN STAAKE AT THE NUMBER ABOVE AND WE WILL SEND YOU A PRE-FORMATTED EXCEL FILE. PLEASE RETURN THE EXCEL FILE AND THE HARD COPY WITH THE REQUIRED AUTHORIZED SIGNATURES TO THE ADDRESS ABOVE.**

I / We certify that to the best of my knowledge the above beneficial owners are eligible for the preferential rates as stated herein and I declare that I have performed all the necessary due diligence to satisfy myself as to the accuracy of the information submitted to me by these beneficial owners.

I / We will be fully liable for all withholding taxes and any claims, penalties or interest to the Indonesian Tax Authority, including without limitation, any foreign exchange fluctuations associated with such funds at the time due or payable. The Bank of New York shall not be liable for the failure to secure any refund.

**All claims are subject to audit or any control deemed appropriate by the Indonesian Tax Administration. Incorrect claims could result in fines and/or penalties.**

**We hereby certify that we have the appropriate authorization (based on Powers of Attorney or the custodial/trust agreement), to claim on behalf of the beneficial owners listed above.**

TEL : \_\_\_\_\_  
 FAX: \_\_\_\_\_

\_\_\_\_\_  
 Authorized Signature - [DTC PARTICIPANT]

\_\_\_\_\_  
 Print Name of Signatory

\_\_\_\_\_  
 Position of Signatory

PLEASE INCLUDE YOUR PHONE AND FAX NUMBER SO THAT WE CAN CONTACT YOU WITH ANY QUESTIONS THAT WE MIGHT HAVE.

# THE BANK OF NEW YORK

## INDONESIA TREATY WITHHOLDING TAXES 2007

COUNTRY	TAX RATE
Algeria, Australia, Austria, Bangladesh, Belgium, Brunei Darussalam, Bulgaria, Canada, Czech Republic, Egypt, Finland, France, Germany, Hungary, India, Italy, Japan, Luxembourg, Malaysia, New Zealand, Norway, Pakistan, Poland, Romania, Russia, Singapore, South Africa, South Korea, Spain, Sri Lanka, Sweden, Switzerland, Thailand, Turkey, Ukraine, United Kingdom, United States of America, Venezuela, Vietnam	15%
Tunisia	12%
China, Jordan, Kuwait, Mexico, Mongolia, Netherlands, North Korea, Seychelles, Slovak Republic, Sudan, Syria, Taiwan, United Arab Emirates, Uzbekistan	10%
Denmark, Phillippines, Non-Treaty Countries	20%

**Note: This list may not be exhaustive.**