



Chairman's Statement

I am confident that the information presented here will leave you with a positive impression of our Company.

In the dynamic environment of 2005, Pan Sino continued to do what it does best. According to INCA, we were Indonesia's fourth largest exporter in the year 2002. As at 31st December 2004, we moved up as third in the market in which we operate and have continued to hold fast to this position! By focusing on our strengths and executing against our long-term strategic plans, we continued to deliver record shipments, sales and earnings. Pan Sino International Holding Limited has strengthened its position in key international markets of exporting cocoa beans from Indonesia and continues to see many new opportunities for growth.

We intend to remain visionary, viable and independent. Our core business lines are producing income streams which add significant potential to our future earnings. We are confident in our ability to continue building our earnings momentum. We strive for continued improvement, delivering superior long-term value to shareholders and providing one of the best places for employees to work.

In the next few years, we intend to continue with and to accelerate the implementation of our strategies, focusing on the three main sources of our success, i.e. geographical coverage, technological innovation and productivity gains. We are ideally positioned to take advantage of opportunities in our fast-changing market.

I would like to share with our shareholders my confidence in Pan Sino's capabilities, in the opportunities available to our Company and the ability to continue growing and improving profitability over the long term. The entire Board of Directors shares this confidence and joins me in extending thanks and appreciation to our management and staff for their commitment and support without which nothing will be realized.

Harmiono Judianto

Chairman