

Message from the Chairman



In five years, The Habibie Center has succeeded in accomplishing a number of important activities, in the midst of the extremely dynamic political and economic environment in Indonesia as well as in the world over the past year. The consolidation of various institutions under the center is underway and will prove useful as a foundation for future programs and activities.

A variety of issues, from constitutional reform to people empowerment through information technology, has been the focus of a series of discussions, seminars and workshops held by the center. This year, The Habibie Center has the honor of hosting a limited gathering among religious leaders around the world. The participants of the meeting which consisted of 40 chosen former world leaders agreed to generate the spirit of “Universally Declared Humankind’s Responsibility”.

In the future, The Habibie Center hopes to conduct activities focused on efforts to uphold the values and principles of human rights and democracy in Indonesia, good governance as well as the accelerated process of regional empowerment through regional autonomy and decentralization. To accomplish this, The Habibie Center will forge ties with various organizations, both domestic and foreign, which have similar concerns in regard to these issues. Hopefully, by working together we can set up positive and productive programs that will be beneficial to the Indonesian people. All forms of cooperation and collaboration will be undertaken, especially in efforts to secure financial assistance for the programs offered.

Finally, we would like to express our gratitude to the various parties that have participated in the activities of The Habibie Center over the past year, and hope that we can improve our efforts in the future.

Jakarta, December, 2004

A handwritten signature in blue ink, which appears to read 'Bacharuddin Jusuf Habibie'. The signature is written in a cursive style and is underlined with a single blue stroke.

Bacharuddin Jusuf Habibie

Foreword

“RECONCILIATION OF IDEAS” TOWARD A NEW INDONESIA



The fundamental problem faced by Indonesia in the transitional era is how reform and democratization processes can prevail smoothly while at the same time the integrity of Indonesia as a nation remains solid. It is realized that reform and democratization processes led to a reassessment of various issues in the settings of paradigm, way of life, as well as national institution. Over the three years of national journey in the reform and transitional eras we have been witnessing a variety of ‘review’ steps over diverse aspects of life which were once considered established and in fact sometimes seen as “untouchable”.

On the other hand, as a consequence of abundant spirit to perform ‘review and reconstruction’ –on behalf of reform process- a variety of shaking events that generate tremendous impacts on the very existence of pillars of the life of the nation frequently happen. The threats of national disintegration is one of such consequences. Inter-ethnic, inter-religious and inter-group conflicts (read: conflict potentials), and the rise of narrow regionalism sentiment have made Indonesia realize the importance of ‘national reconciliation’.

National reconciliation is a must in order for the reform process to prevail without ‘sacrificing’ national unity. One of the important elements of national integration is the conduct of intensive dialogues of ideas involving all components of the nation. Interaction and dialogues are needed to unify perception on the aspired future of the nation and on how to realize that future.

The above elaboration shows that to achieve national reconciliation, ‘reconciliation of ideas’ is a prerequisite. Reconciliation of ideas is a medium, means (tool) and product resulting from the process of interaction and dialogue of ideas. Reconciliation of ideas is a ‘*conditio sine qua non*’ for the realization of national reconciliation.

A variety of programs and activities held by The Habibie Center over the past two years since its inception – in the form of seminars, studies, publication and research- are parts of the efforts to participate in constructing a ‘reconciliation of ideas’. The topics of The Habibie Center’s activities 2003 – contained in this activity report – are part of the long chain of THC’s works in its accomplishment of the mission to participate in developing the ‘reconciliation of ideas’ toward a new Indonesia, a civil society based on four pillars i.e.: culture, democracy, justice and technology.

Jakarta, December, 2004

A handwritten signature in black ink, appearing to read 'Ahmad W. Pratiknya'. The signature is fluid and cursive, written over a white background.

Ahmad W. Pratiknya
Executive Director

DEMOCRATIZATION MUST GO ON



REFLECTION OF 2003 AND PROJECTION ON 2004

The Habibie Center (THC) organized an annual Reflection Entering 2004 on January 7, 2004. Among the speakers in the event were Prof. Dr. Muladi, Dr. Dewi Fortuna Anwar, Ambassador Abu Hartono, Dr Indria Samego, Drs Andi Makmur Makka, and Umar Juoro, as well as Dr. Ahmad Watik Pratiknya as moderator.



The reflection was an illustration of THC's hopes for a successful general election in the middle of 2004. The speakers expressed their expectations and visions as well as assessment on several outlooks and solutions to issues relating to the general election. In general all the speakers hoped for a democratic general election that would create an accountable, transparent, and responsive government that listens to

the aspirations of the people.

The discussion also focuses on the development of media and urges mass media to avoid participation in political activities and be used as a tool for propaganda. The issue of human rights protection, and the need for a strong legal regulation to deal with the separation of the National Police and the TNI were also brought up in the reflection.

GENERAL ELECTIONS

The year of 2004 is a special year for Indonesia in which the people of Indonesia were having a great long journey to elect their representatives in the parliament and president and vice president. With the endorsement of a new law on election system, it is now possible for Indonesians to elect their president and vice president directly.

The Habibie Center considers



general elections as important milestones for democratization in Indonesia so that it feels that it is an obligation for the center to help the spreading of the democracy seeds. Some activities of The Habibie Center in 2004 mainly related to the general elections, such as discussions on the issue and election monitoring activities.

GENERAL ELECTION AND CARICATURE: SOCIETY'S EXPRESSION OF POLITICAL AWARENESS

In a cooperation with The Hanns Seidel Foundation and KOKKANG, The Habibie Center held a discussion with the topic: General Election and Caricature: Society's Expression of Political Awareness. Itos Boedy Santoso a cartoonist from KOKKANG (Kaliwungu's cartoonist group) Kendal, Central Java and Pramono from Sinar Harapan daily, were speakers at the February 4, 2004 discussion.

The discussion also indicated the opening of Caricature Exhibition and 2004 General Election. The participants of the discussion came from various backgrounds; there were college students, cartoonist and press people. Prof. Muladi as the Head of The Habibie Center's Board of Directors, opened the Caricature Exhibition by drawing a sketch and finished by one of the



cartoonist from KOKKANG.

Related to the 2004 General Elections, senior cartoonist, Pramono said caricature has a very important role in giving political education to the society. Caricature is a critique in a picture format, which has lots of moral message.

WEBSITE ON PANTAU PEMILU

Under the program of "Optimizing Information Technology for Voter Education and Election Monitoring", The Habibie Center in cooperation with Hanns Seidel Foundation Indonesia is launching a website called *Pantau Pemilu* (Election Monitoring) on www.pantaupemilu.or.id that will provide information for voters on various issues concerning the 2004 Elections.



POLITICAL CONSTELLATION AFTER THE PARLIAMENTARY ELECTION



"In the presidential system, the most important thing is the figure of the president". This was said by Prof. William Liddle from the Ohio State University, who in a discussion held by The Habibie Center on April 14, 2004. The discussion also presented Dr. Indria Samego from The Habibie Center. The main conclusion of the discussion was that maneuvers from political party elites before the presidential election had no similar platform basis. Coalition was only a way to support certain political figure into power. This happened, the reform will get into trouble.

POLITICAL COALITION: PLATFORM UNIFORMITY OR SUPPORT BASE EXTENSION?

In order to analyze the political coalitions approaching the presidential election, The Habibie Center organized a discussion on “Political Coalition: Platform Uniformity or Support Base Extension?” on May 18, 2004. Political observer Eep Saefulloh Fatah, THC Research Manager Irman G. Lanti, and Senior Fellow at The Habibie Center Andrinof Chaniago were among the speakers at the discussion.

Eep and Irman agree that no presidential and vice presidential candidate had introduced any alternative policy to their platform. The lack of debate on political

platform, visions and policies of presidential and vice presidential candidates implied that the direct presidential election focused on ad hoc coalitions.



ECONOMIC PLATFORMS OF THE PRESIDENTIAL CANDIDATES: REDUCING THE UNEMPLOYMENT RATE AND ELIMINATING THE POVERTY

Poverty and unemployment are the most prominent problems for Indonesian people and not easy to be addressed in the next five years presidential term. This is because Indonesia has a huge numbers of people, more than 200 millions. Eliminating poverty means that the government has to provide food, clothes and also employment for millions.

This was prominent in a discussion held by The Habibie Center on June 16, 2004. The discussion presented speakers from two teams of presidential candidates: Dradjad Wibowo from Amien-Siswono team and Sri Adiningsih represented Mega-Hasyim. An economic senior fellow from The Habibie Center, Umar Juoro, was also present.

Sri Adiningsih mentioned that her team has a program named “REKOMENDASI LIMA” (Five Economic Plans of Megawati-Hasyim Muzadi for the Small People). The program aimed to create more



employment, health services and infrastructures as well as to reduce the poverty rate. From the Amien-Siswono team, Dradjad also featured not very much different term of reducing the poverty. He put forth a program of creating more employment opportunities.

COALITION CONFIGURATION ON THE SECOND ROUND OF THE PRESIDENTIAL ELECTION

The Habibie Center held another discussion during the period of Presidential Election. The discussion was held on July 9, 2004. Kevin Evans a researcher from UNDP, Yudi Latief from LIPI, and Dewi Fortuna Anwar from THC were speakers on this topic.

The focus of the discussion was who was going to win the Second Round of Presidential Election. Would Megawati and Hasyim Muzadi or Susilo Bambang Yudhoyono and M. Jusuf Kalla win the election?



CABINET FORMAT IN THE NEW GOVERNMENT

The Habibie Center (THC) organized a discussion on the “Cabinet Format in the New Government” on August 9th, 2004. Rector of the Gadjah Mada University in Yogyakarta Sofian Effendi, member of parliament (MP) from the United Development Party Lukman Hakim Saifuddin, and economist Umar Juoro of The Habibie Center attended as speakers. Andrinof A Chaniago from The Habibie Center led the discussion.

The speakers focused on the importance of professionalism of the elected president and the cabinet. All speakers hope that the Rainbow Coalition

(Koalisi Pelangi) be avoided because the appointed ministers would only accommodate the interest of their party, instead of focusing on their main duties.



ELECTORAL PATTERN ON THE SECOND ROUND OF THE PRESIDENTIAL ELECTION

The Habibie Center organized a discussion with the theme: “Electoral Pattern on the Second Round of Presidential Election: Change or

Continuity?” on September 9, 2004 with speakers Indra J. Piliang from CSIS, Syamsuddin Haris from LIPI and Irman G. Lanti from THC.



In this discussion, there was an analysis about who was going to win the election. According to the speakers, the most popular candidate would win the Presidential Election. The people of Indonesia still choose the candidate based on popularity, not on the platforms that each candidate proposed.

THE BALANCE OF POWER BETWEEN THE EXECUTIVE AND LEGISLATIVE BRANCHES

On 30 September 2004, The Habibie Center conducted a discussion titled “The Balance of Power between the Executive and Legislative Branches: Will It be Constructive or Destructive?”. The discussion presented 3 prominent political analysts: Andi Mallarangeng from Freedom Institute, Kusananto Anggoro from CSIS, and Indria Samego from The Habibie Center.

Andi said that the elected President Susilo Bambang Yudhoyono needed not to worry about the National Coalition in the parliament. The expulsion of Abdurrahman Wahid (Gus Dur) in the previous period will hardly be happened again even though the parliament now has wider role, including impeachment. The case of Gus Dur will unlikely to happen

because the system now is so much different. Meanwhile, Kusananto added that the agreement between parties inside of the National Coalition was no longer effective because it has lost the presidential election. Indria mentioned that indeed people put so much expectation on Susilo Bambang Yudhoyono but “we cannot also put so much hope that the new president can handle all the national problems in a short period”.



THE STRUCTURE AND COMPOSITION OF THE NEW CABINET

On 21 October 2004, The Habibie Center invited four prominent political analysts: Dradjad Wibowo, a member of parliament; Indria Samego from LIPI; Dewi Fortuna Anwar from The Habibie Center; and Vice Admiral (Ret.) Abu Hartono from The Habibie Center to discuss the prospect of newly elected cabinet of president Susilo Bambang Yudhoyono.

All speakers were in the same opinion, that a doubt looms large that the new cabinet would be able to make some radical changes during its tenure. Dradjad said that it looked like that it is difficult to expect some changes from figures like Jusuf

Anwar, Sri Mulyani, Mari Pangestu and Purnomo Yusgiantoro. For him, the United Indonesia Cabinet is just the second Gotong Royong Cabinet (as during Megawati era). Indria added that it is just a “rich-structure but poor-function” cabinet seen from the still existing of the position of the coordinating minister. Dewi added that it is difficult for Susilo Bambang Yudhoyono to avoid political pressure from parties supporting him so that he has to accommodate it by giving some position in his cabinet to the parties. Meanwhile, Abu Hartono stressed the importance of making a shock therapy to all ministers to close the gap between the leaders and the people.

SEMINAR: AGENDA ON DEVELOPMENT GOVERNANCE OF 2004-2009



In commemorating its 5th anniversary, The Habibie Center held a seminar on November 30, 2004 at Sahid Jaya Hotel Jakarta. The seminar aimed at delineating the strategies of the government for the next five years. While at least in rhetoric and in the broadest sense of the terms, the people have had sufficient information about what the two-months-old government is going to do, relatively little is known about what strategies the government is going to pursue. There were five speakers in the

seminar divided in five development agenda: Mr. Kwik Kian Gie for economics, Dr. Meuthia Ganie-Rochman for social problems, Dr. Harkristuti Harkrisnowo for law, Lieutenant General (retired) Agus Widjojo for defence and security, and Prof. Dr. Mustopadidjaja for government resource management.



EMBEDDING HUMAN RIGHTS IN SOCIETY



IN SEARCHING OF LOCAL DEMOCRATIC VALUES AS THE ASSETS FOR DEMOCRATIZATION



The Habibie Center presented a discussion on 14 January 2004 titled “In Searching of Local Democratic Values as Assets for Democratization”. Prof. Dr. Amri Marzali from University of Indonesia, who acted as the speaker, noted that there were no democratic values in Indonesian

traditional societies. For example, in Indonesian traditional societies, there was no public participation in decision-making process so that there was no freedom of speech or any form of modern democracy.

In contrast to Prof. Marzali, Abdullah Alamudi and Makmur Makka had different views. Alamudi mentioned that in Minang society in West Sumatera, everyone has a voice so that there is consensus among people to make a decision. So with the people of Bugis, where the election of the regional head – according to Makka – was done in democratic ways, even female could be a leader in that society.

ISLAM, RADICALISM, AND DEMOCRATIZATION IN INDONESIA

The Habibie Center organized a discussion on “Islam, Radicalism, and Democratization in Indonesia” on February 18, 2004. Dr. Greg Barton from the Deakin University and Dr. Saiful Mujani from the Freedom Institute were the main speakers in the discussion. THC Public Relations Manager Fetty Fajriati moderated the discussion.

Saiful Mujani stated that theoretically, the

rise of Islamic Radicals is due to various opinions such as the idea of Islamism as a radical political culture, the fall of social politics, and the availability of resources that could be mobilized, as well as the availability of political opportunity. Meanwhile, Barton stated that the rise of Islam-based anti-democracy movement is determined by how far democracy has been accomplished in the lives of the people.



Dr. Greg Barton



Dr. Saiful Mujani



Abbas from Directorate General of Human Rights, Ministry of Justice; Dr. Abdul Hakim Garuda Nusantara from National Commission of Human Rights; and Prof. Dr. Muladi, the chairman of The Habibie Center.

SHORT COURSE ON HUMAN RIGHTS

The Habibie Center, in cooperation with the Directorate General of Human Rights of the Ministry of Justice, held a short course on human rights for state apparatus on 24-27 May 2004 at The Habibie Center. The training covered materials on International Conventions on Human Rights, human rights issues of some vulnerable groups such as women and children and some methods of conflict resolution. Some prominent experts became the instructor on this course: Dr. Hafid



POLITICAL CONFLICT OVER RELIGIOUS IDENTITY IN JAVA—PAST AND PRESENT

Prof. Merle Ricklefs from University of Melbourne had the opportunity to be a speaker at The Habibie Center on 28 July 2004, discussing about the conflict over religious identity in Java. The discussion was held in English and also presented others scholars: Prof. Azyumardi Azra from State Islamic University and Dr. Bahtiar Effendi. The conclusion was that the potential conflict over religious identity usually erupted after another conflict that probably based on economic or societal problems. There is tendency now that



Indonesian people are more independent in deciding which party or leader they want to choose, free from the influence of their religious leaders.

MEDIA, TECHNOLOGY AND DEVELOPMENT



LAUNCHING THE BOOK "TRAGEDIES & JOURNALISTS: A GUIDE TO MORE EFFECTIVE COVERAGE"

The launching of the book was held in cooperation between The Habibie Center and Yayasan PULIH on 3 March 2004. The discussion following the launching was attended by four speakers: Livia Dharmawan from YAYASAN PULIH, Febby (one of the victim of Marriot Bombing), Ray Wijaya from TPI and Chandra Sugarda (the producer of SERGAP TV show).

The purpose of the launching was to re-launch the book



published by YAYASAN PULIH and to inform the importance of having the coverage of traumatic events for journalists. According to Ray Wijaya, each TV station has its own code of ethic in doing its coverage but indeed there were still some violence or traumatic scenes. The press and journalists, he said, should be given limitation and that they will not be immune from violence so that they will not present unethical news or coverage to the public.

SEMINAR ON PEACEFUL JOURNALISM

The Habibie Center together with the Japan Foundation conducted a seminar titled "Peaceful Journalism and the Election Coverage" on 16 March 2004 at the Antara Building. There were six speakers giving their opinion on the matter: Dr. Ibnu Hamad from University of Indonesia, Maria Hartiningsih from Kompas, Hanif Suranto from LSPP, Rudi M. Rizki from The Habibie Center, Ray Wijaya from IJTI and Yoshinari Koruse from the Japan Foundation.



The seminar concluded that peaceful journalism is an alternative to have a balance coverage that will not make dispute between groups. Peaceful journalism has the point on information which does not represent the interest of certain group but creating peace. It is not only about 5W + 1H but there should be solution and common ground that see the similarity between two sources.



INTERNATIONAL COLLABORATION AND PARTNERSHIP



SOLUTION AGAINST THE BRIBERY

On 5 February 2004, The Habibie Center, in cooperation with Indonesian Trade and Industrial Chamber of Commerce (KADIN Indonesia) organized a Public Dialogue themed “Solutions in Fighting Bribery”, at Sahid Jaya Hotel. The dialogue was attended by



many businessmen, prominent NGO figures and media people. It was also live-taped by LATIVI.

The dialogue presented five panelists: Prof. Dr. Muladi, SH from The Habibie Center, Aburizal Bakrie from KADIN Indonesia, Taufiqurrahman Ruki from Corruption Alleviation Commission (KPK), Fahmi Idris who represented the businessmen and Teten Masduki from Indonesian Corruption Watch (ICW).

As the keynote speaker, Prof. Dr. Muladi said that actions against the corruption would not be succeeded if the figures in the parliament and government did not have the political will to do it. Bribery and corruption can be prevented with 3 things: firm political policy; comprehensive, systematic, repressive, and detective strategy; and active participation from all elements of the people.

AMBASSADOR OF JAPAN VISITS THE HABIBIE CENTER

Ambassador of Japan, His Excellency Yutaka Imura visits The Habibie Center on February 5, 2004 to discuss the problems of small-medium enterprises (SMEs) in Indonesia.



DISCUSSION ON ASIA AND EUROPE ISSUES

On February 10, 2004 The Habibie Center in cooperation with Asia-Europe Foundation (ASEF) becomes the host of a discussion themed “Asia and Europe: Creating a New Politics of Trust for Better Governance”. The main speaker is Peter Ashby, Director of the New World Order Forum & Fellow of St. George’s House, Windsor Castle, United Kingdom.



WORKSHOP ON DEVELOPMENT, PLURALISM, STATE AND SECURITY

The Habibie Center held a workshop titled “Development, Pluralism, State and Security: Understanding Non-Traditional Security in a Changing East Asia” at Imperial Arya Duta Hotel, Karawaci Tangerang on 12-13 March 2004. The workshop was held in cooperation with Chinese Academy to gather views from experts in East Asia about many non-traditional issues in regional context, such as human movements and emerging global security threats, internal migration and state’s security, undocumented labor, asylum seekers, refugees, and terrorism.

The workshop was attended by local and international scholars such as Dewi Fortuna Anwar from The Habibie Center; Irine Gayatri, Riwanto and Tri Nuke Pujiastuti from Indonesian Sciences

Institute; Ralf Emmers from Institute for Defence and Strategic Studies Singapore; Rufa Guaim from the Philippines; Sidney Jones from International Crisis Group; William Maley from Asia Pacific College of Diplomacy Australia; and Yongyuth Chalamwong from Thailand Development Research Institute.



MOU AGREEMENT WITH ITB-CIPPAD USC

The Habibie Center, the Center of International Policy, Planning, and Development, University of Southern California, USA, and Group of Research and Development ITB, make a Memorandum of Understanding agreement about Access Indonesia, on May 14, 2004. The aim of the MOU is to increase a

comprehensive understanding about Indonesia by collecting and disseminating information through various ways including internet.

Access Indonesia is a cooperated project between The Center for International Policy, Planning, and Development, University of Southern California (CIPPAD, USC) and Group of Research and Development ITB.

To get the vision of Access Indonesia, they develop several main activities; they are the outreach, website, yearly workshop and resources mobilization. The MOU was signed by A. Makmur Makka, MA from The Habibie Center and Dr. Ir. Heru Purboyo HP, DEA from ITB.



NATIONAL INSTITUTE FOR DEFENSE STUDIES (NIDS) VISITS THE HABIBIE CENTER

Three staffs of The Japan's National Institute for Defense Studies (NIDS) visited The Habibie Center on June 25, 2004 in order to observe the political development in Indonesia after the first round of the presidential election. The three NIDS staffs are Jun Tsunekawa, Hedeki Yuua, and Hideo Tomikawa.

NIDS is a research institution focusing on strategic policy and defense studies. One of their most prestigious publication is the *East Asian Strategic Review*. The NIDS team was



greeted by THC Executive Director Dr Ahmad Watik Pratiknya, Finance Director Dr. Didit A. Ratam, Research Manager Dr. Irman Lanti, and Program Manager Rahimah Abdulrahim.

XIA MEN UNIVERSITY VISITS THE HABIBIE CENTER



Two researchers from the Center for South East Asian Studies at Xia Men University in China paid a visit to The

Habibie Center on July 20, 2004. Prof Lin Mei and Prof. Wu Chongbo were in Indonesia to observe the first ever direct presidential election. During their visit to THC, the two researchers had a discussion on the general election in Indonesia and the economic development in the two countries with THC's Program and Research Director Dr. Dewi Fortuna Anwar, THC Research Manager Dr. Irman G Lanti, THC Program Manager Rahimah Abdulrahim and THC Senior Fellow Umar Juoro.

FOUNDATION ON INTERNATIONAL AND CROSS-STRAIT STUDIES VISITS THE HABIBIE CENTER

Five delegates from the Foundation on International and Cross-Strait Studies (FICS) Taipei visited The Habibie Center (THC) on August 10, 2004. The five delegates are FICS Chairman Dr. King-yuh Chang, Board of Advisor Dr. Tzong-ho Bau, CIER Research Fellow Dr. Wen-Thuen Wang, FICS Program Manager Mr. Dong-chin Day, and Professor at the National Taiwan University Dr. Ming Lee. FICS is a non-profit organization that aims in

increasing the people's awareness on national security interests. Three staffs from the Taipei Economic and Trade Office (TETO) accompanied the FICS delegates, which are HE David Lin, Mr. Jaerry Yang, and Mr. Ke Yang Lin. THC Senior Fellows Prof. Dr. Hasjim Djalal, Admiral (ret) Abu Hartono, Umar Juoro MAPE, and THC Program and Research Director Dr. Dewi Fortuna Anwar welcomed the delegates.

SYMPOSIUM AND WORKSHOP COMPLETING THE AMENDMENT TO THE 1945 CONSTITUTION: IS A FIFTH AMENDMENT REQUIRED?

The Habibie Center (THC), in cooperation with the Hanns Seidel Foundation (HSF) Indonesia organized a symposium on “Completing the Amendment to the 1945 Constitution: Is a Fifth Amendment Required?” at Hotel Ambhara, South Jakarta on September 16, 2004. The symposium was divided into two sessions. The first session discussed the General Analysis to the Amendment of the 1945 Constitution conducted by the People’s Consultative Assembly (MPR) and the Constitution Commission, which featured Prof Mukthie Fajar (Constitution Court), Prof Dr Hasjim Djalal (THC), and Saldi Isra (Andalas University) as speakers and Dr Irman G Lanti from THC as the moderator. The second session tried to answer whether a Fifth Amendment to the 1945 Constitution is required. The second session featured Prof. Dr. Muladi (THC Chairman), and Patrialis Akbar (DPR) as speakers and Drs Taftazani from THC as the moderator. Over 80 participants from various institutions and media attended the symposium.

The symposium was followed by a two-day focus group discussion (FGD) on September 16-17. The discussion was divided into three groups: 1) FGD on Politics and State Structure; 2) FGD on Economics, Education



and Social Welfare, and 3) FGD on Laws and Human Rights. Each focus group discussion consists of around 7-8 members representing various elements in the community discussing the selected issues and deliberating whether a fifth amendment to the 1945 Constitution is required. All the three focus group discussions agreed that further amendment is needed. The group discussions proposed that the format and the substance of the constitution should be clarified, so that the constitution will not be multi-interpreted. The amendment is also necessary to avoid any ambiguity or vagueness in the constitution.

On September 18, the formulating team met at The Habibie Center to finalize the draft for the publication. At this point, the result of the symposium and the focus group discussions were compiled and drafted into a book to be published and distributed to members of the MPR on the first day of the final annual meeting of the highest state body. The final publication is a 157-page book that contains suggestions from the three focus group discussions, and the presentations of the speakers during the symposium.



STUDENT VISIT FROM PADJADJARAN UNIVERSITY

The students of International Relations, University of Padjajaran, Bandung visited The Habibie Center on October 13, 2004. THC was one of the places they visited, on their study excursions in Jakarta, besides the Embassy of United States. The students were lead by Rizki Ananda Ramadhan. Laksdya Abu Hartono, Senior Fellow THC, Afdal Makuragga, coordinator of MWCC and Fetty Fajriati, Public Relations Manager represented THC.



PROF. WERNER GOCHT VISITS THE HABIBIE CENTER

On December 9, 2004, Prof. Dr. Dr. Werner Gocht from RWTH Aachen visited The Habibie Center. Prof. Gocht is also an *Associate*

Fellow of The Habibie Center. The purpose of the visit is to follow up the Asia-Link-Project which is a cooperation activity between The Habibie Center, Gadjah Mada University-Yogyakarta, Chulalongkorn University-Bangkok, TU Delft-Netherlands and RWTH Aachen-Germany.

WORKSHOP ON FAITHS AND DEVELOPMENTS

The Habibie Center (THC) in cooperation with The Institute of Development Studies (IDS) and the University of Sussex organized a workshop on "Faiths and Development" on December 20, 2004. The workshop at THC is one of six preparatory workshops for the *Faiths and Development Research Programme Consortium (PRC)* led by IDS and the University of Sussex.

The participants of the workshop comprised a wide range of activists, academics, practitioners and religious scholars. Around 25 participant represented various organizations and religions, such as the Indonesian Council of Ulemas (MUI), the Muhammadiyah Young Intellectuals Network, the Institute for Human Resources Studies and

Development, the Indonesian Buddhist Council, the Indonesian Committee on Religion and Peace, The Asia Foundation, Ma'arif Institute, the Peace and Prosperity Party, the State Islamic University of Syarif Hidayatullah, and The Habibie Center. Vibha Pinle from IDS and R.L. Stirrat from the University of Sussex were also present to monitor the workshop.

The result of the workshop will be further discussed at an international workshop in the UK on 6-7 January in which the outline of the research proposal will be developed. The full proposal would be finalized for submission to the Department For International Development (DFID) on January 31, 2005. THC Research Manager Irman G. Lanti and THC Program Manager Rahimah Abdulrahim would present the result of the workshop in the U.K.



RESEARCH AND PUBLICATIONS

THE CONDUCT OF DEATH PENALTY IN INDONESIA: ITS URGENCY AND RELEVANCE

The research analyzes the pros and cons of the conduct of death penalty in Indonesia. Those who do not agree on death penalty argue that the death penalty is not always effective to prevent serious crimes. The main argument is that death penalty is against the human rights itself. But those who agree with the death penalty also argue that this method of punishment



is the most effective one because it has a threatening effect that preventing people from committing crimes.

THE CHANGING AND CONTINUITY PATTERN OF CORRUPTION IN INDONESIA: FROM NEW ORDER TO REFORM ERA

The research figures out that the pattern of corruption in Indonesia does not show any changes in general. The decentralization policy has made corruption spreading rampant in regional legislative institutions. Meanwhile, corruption in executive institutions does not decrease either. In conclusion, there are no changes of corruption. In fact, there are many new methods of committing corruption.



REDEFINING THE ROLE OF PRESS COUNCIL IN POST-NEW ORDER REGIME

The research conducted the performance of the Press Council for 1999-2003 period. The role of the Press Council during the New Order era is considered to be malfunctioning because of some indicators: lack of monitoring to press publications, limited operational budget, in-transparency of the member election, and loose commitment of giving sanctions. One of the factors that cause the incapacity of the Press Council is the lack of consciousness from people outside the press to use the Press Council as one of the mechanism in setting any press disputes.

WOMEN'S POLITICAL PARTICIPATION IN GENERAL ELECTIONS 2004

The research analyzes women's political participation in the general election of 2004. There is a slight increase of woman representatives in the parliament, from 8.8% in the year 1999 to 11% in the 2004. Women elected for the parliamentary in the 2004 is an asset for promoting perspective-gender issues in every aspects of life. But the implementation and effectiveness of women legislative are still to be exercised in the next five year.

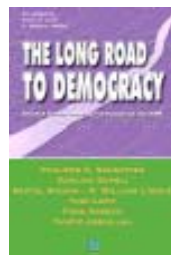
THE GROWTH AND DECLINE OF SOCIAL CAPITAL AND ITS IMPLICATIONS TOWARDS DEMOCRATIZATION AND ECONOMIC DEVELOPMENT

The Habibie Center (THC) presented one of its researches on “The Growth and Decline of Social Capital and Its Implications towards Democratization and Economic Development” on December 29, 2004. THC Senior Fellow, Andrinof Chaniago, together with the research staff

of THC conducted the research. The research is a follow up to previous researches and discussions on the development of social capital stocks and its potential as an on-going capital development in Indonesia.

JOURNAL ON DEMOCRATIZATION AND HUMAN RIGHTS: LONG ROAD TO DEMOCRACY (ENGLISH EDITION)

After four years of its existence, The Habibie Center felt the need to expand to the international audience, because publications written by Indonesians in international languages are still rare. This journal is a compilation of selected articles being republished in English.



BOOK ON “AN INDONESIAN PERSPECTIVE ON SECURITY AND TERRORISM” BY PROF. DR. HASJIM DJALAL

The book is published in two editions, Indonesia and English. The book is hoped to become a reference on issues of terrorism in Indonesia and the world in general, and the efforts of Indonesia in combating terrorism.



POSTSCRIPT: MONTHLY POLITICAL AND ECONOMIC ANALYSIS

Postscript is published monthly by The Habibie Center. It aims at providing contemporary issues facing Indonesia and the world. The articles in Postscript reflect the views of The Habibie Center, with the exception of articles written based on interviews and excerpts from presentations made in seminars, conferences, talks held by The Habibie Center.



JOURNAL OF MEDIA WATCH AND CONSUMER CENTER

Media Watch and Consumer Center has regularly published its journal. The main theme of the issue is observing the media so that the conduct of the media and the press can be in line with democracy values.



FELLOWS AND INTERNS

Chen Xuhui a.k.a. Jeft from Xiamen University, China is having its fellowship at The Habibie Center from June 2004 – June 2005. Jeft is doing his master research on regional security issues in Malacca Strait. While here, he also had the chance to observe the first direct-presidential general election.



Paige Johnson Tan from the University of North Carolina, USA came to The Habibie Center on July as a fellow to observe the conduct of the first direct-presidential general election. Paige Tan is an assistant professor on political science and has the interest on political development in Indonesia.



Daniel Scmidth from Konstanz University of Applied Sciences, Germany had his internships at The Habibie Center from July – November 2004. While he was here, he helped the activities of The Habibie Center and also had the chance to observe the presidential election.



Michelle Kooy is a researcher from University of British Columbia, Canada and had her fellowship from August – October 2004 at The Habibie Center to conduct further research on changing patterns of water governance in the city of Jakarta.



Daniel Novotny from University of New South Wales, Australia was a fellow at The Habibie Center from 29 November – 10 December 2004 to have a further research on Indonesia's Foreign Policy in Quest for the Balance of Threats.



STUDY ABROAD

The Government of Taiwan, through Taipei Economic and Trade Office (TETO) as its representative in Jakarta, has invited directors and staffs from The Habibie Center to witness the presidential general elections from 10-19 March 2004. For this opportunity, **The Habibie Center sent Ahmad Watik Pratiknya, Dewi Fortuna Anwar, Makmur Makka, Rahimah Abdulrahim and Afdal Makkuraga** to join the bash of the election. The general election was featured with tension since Nationalist Kuomintang Party (KMT) and People First Party (PFP) rejected the result. But in the end, President Chen Shui-Bian from Democratic Progressive Party (DPP) won and was reelected for the second term.

From 13 March - 10 April 2004, **Andrinof Chaniago**, a senior fellow at The Habibie Center, joined the training on National Development Course at Fu Hsing Kang College, Taiwan in cooperation with the Taipei Economic and Trade Office (TETO) Indonesia.

As a cooperation scheme between USAID and Directorate General of Human Rights, Ministry of Justice and Human Rights, **Taftazani**, a senior fellow of The Habibie Center, joined the Human Rights Course from March-May 2004 in Sydney, Australia.

Wenny Pahlemy from Media Watch and Consumer Center of The Habibie Center got the opportunity to join the Human Rights Course at Monash University, Melbourne, Australia from September-December 2004. This program was sponsored by Indonesia-Australia Specialized Training Project (IASTP) Phase

III.

For the second time, The Habibie Center had the opportunity to send its staff to join the Executive International Course offered by Fu Hsing Kang College in cooperation with Taipei Economic and Trade Office (TETO). This time, it was **Ghazali H. Moesa** joined the non-military training from 11 August-12 September 2004.

Rahimah Abdulrahim, Program Manager of The Habibie Center, got the opportunity to pursue her PhD program at Norwich University, United Kingdom since September 13, 2004.

Irman G. Lanti, Research Manager of The Habibie Center, had been joining many international forums. On 5-6 October 2004, he joined Asia Regional NGO Workshop of the Community of Democracies in Taipei hosted by Taiwan Foundation for Democracy. On 12 October 2004, he also joined the symposium titled "The New Shape of Government in Indonesia and Implications for Bilateral Relation" in Vancouver, Canada hosted by University of British Columbia, Simon Fraser University, Consulate General of the Republic of Indonesia in Canada and Canadian Foreign Affairs. In December 2004, he had the opportunity to join the Human Rights Course in South Africa. This program was supported by Ministry of Justice and Human Rights.

Facilities





Library

AS A CENTER for studies and information THC is equipped with a library using a “closed system”. The library provides a wide selection of books, periodicals, and papers on issues relating to Democracy and Human Rights, as well as materials on technology, media development, maritime and human resource development, available for public use. Other facilities are free internet access and two meeting rooms available for discussions. The library also provides educational programs, for external and internal use, using electronic and digital devices. ■



Museum and Meetings room

WITHIN the library is a miniature museum portraying the monumental career development of B.J. Habibie. Serving as an example for the public in the form of awards, souvenir and pictures contributed by the Chairman. The exhibit describes his life journey beginning from childhood until the period when he served as Minister, Vice President and President. ■

Website

THE HABIBIE CENTER website was designed as a window into The Habibie Center for the outside world. Realizing the importance and significance of the world wide web, The Habibie Center has put great emphasis on the website as its main contact with the public.

This website contains information on the activities and profile of The Habibie Center. It serves as a medium of communication and information forum for staffs and members of the public who are interested in The Habibie Center. ■



FINANCIAL REPORT

This basic financial report consists of the following:

1. Statement of financial position as of December 31, 2002, 2003 and 2004
2. Statement activity statement for the year ended - December 31, 2002, 2003 and 2004
3. Statement of cash flow for the year ended - December 31, 2002, 2003 and 2004

This financial report has been arranged according to the Financial Accounting Standards established by the Indonesian Institute of Acc:



Dr. Ir. Didit Hidayat Agripinanto Ratam
Director For Finance and Funding

THE HABIBIE CENTER
Consolidated Statement of Financial Position
For The Years Ended December 31, 2004

(In Rupiah)

	2002	2003	2004
Assets			
Current Assets			
Cash and Cash Equivalent	435.021.800	544.897.246	701.276.409
Account Receivable	209.864.480	247.177.780	222.807.880
Advance payment	661.754.982	256.883.576	455.170.818
Total Current Assets	1.306.641.262	1.048.958.602	1.379.255.107
Investments	34.482.850.000	31.805.830.000	32.799.403.000
Fixed Assets			
Cost of Acquisition	10.569.641.890	11.476.238.994	11.998.510.987
Accumulated Depreciation	2.062.734.523	2.745.715.680	3.791.402.288
Book Value	8.506.907.367	8.730.523.314	8.207.108.699
Other Assets	2.938.106.910	2.873.106.910	2.808.106.910
Total Assets	47.234.505.539	44.458.418.826	45.193.873.716
Liabilities and Net Assets			
Lialibilities			
Account Payables	22.303.169	44.753.269	261.922.088
Total Lialibilities	22.303.169	44.753.269	261.922.088
Nets Assets			
Free Commitments	8.974.789.483	7.209.837.990	5.646.938.926
Permanent Commitments	38.237.412.892	37.203.827.567	39.285.012.702
Total Net Assets	47.212.202.375	44.413.665.557	44.931.951.628
Total Lialibilities and Nets Assets	47.234.505.544	44.458.418.826	45.193.873.716

^{*)} For detail see description of Fixed Assets

FIXED ASSETS

The total book value of Fixed Assets as of December 31, 2004

Rp. 8.207.108.699 consists of:

a. Cost of acquisition	Rp.	11.998.510.987
b. Accumulated depreciation	Rp.	3.791.402.288 +
Book value	Rp.	8.207.108.699

Breakdown in details are as follows:

FIXED ASSETS

(In Rupiah)

As of December 31,	2004
Cost of Acquisition	
Land	3.165.400.000
Building	5.591.262.461
Vehicles	
Nissan Infiniti	346.000.000
Mazda 626 Cronos	240.000.000
Mazda 626 Cronos	240.000.000
Mazda 626 Cronos	240.000.000
Mazda 626 Cronos	240.000.000
Toyota Kijang	143.470.000
KIA Carnival	255.000.000
Mitsubishi Galant	294.000.000
Office Equipment	948.611.000
Library	294.767.526
Total	11.998.510.987
Accumulated of Depreciation	
Building	1.158.399.320
Vehicles	
Nissan Infiniti	346.000.000
Mazda 626 Cronos	240.000.000
Mazda 626 Cronos	240.000.000
Mazda 626 Cronos	240.000.000
Mazda 626 Cronos	240.000.000
Toyota Kijang	143.470.000
KIA Carnival	255.000.000
Mitsubishi Galant	294.000.000
Office Equipment	582.089.308
Library	52.443.660
Total	3.791.402.288
Book Value	8.207.108.699

THE HABIBIE CENTER
Consolidated Statement of Activities

For The Years Ended December 31, 2002, 2003 and 2004

(In Rupiah)

	2002			2003			2004		
	Free Commitment	Permanent Commitment	Total	Free Commitment	Permanent Commitment	Total	Free Commitment	Permanent Commitment	Total
Revenues									
Donations	4,696,130,912	0	4,696,130,912	3,468,784,773	0	3,468,784,773	2,650,505,000	0	2,650,505,000
Interest on Deposits	0	1,176,503,611	1,176,503,611	0	739,246,126	739,246,126	1,277,904	298,861,576	300,139,480
Other Incomes	0	0.00	0	62,320,030	0	62,320,030	17,515,405	2,465,000	19,980,405
Transfer of Program Execution	1,716,989,372	(1,716,989,372)	0	0	0	0	0	0	0
Total Revenue	6,413,120,284	(540,485,761)	5,872,634,523	3,531,104,803	739,246,126	4,270,350,929	2,669,298,309	301,326,576	2,970,624,885
Expenses and Losses									
Scholarship & Habibie Award Program Expenses	1,312,280,930	0	1,312,280,930	1,047,522,157	0	1,047,522,157	1,068,886,947	0	1,068,886,947
Exchange Rate Loss (Gains)	0	5,259,016,396	5,259,016,396	0	1,674,113,001	1,674,113,001	0	(1,844,858,559)	(1,844,858,559)
Management, General and other Program Expenses	5,003,755,689	65,000,000	5,068,755,689	4,282,252,584	65,000,000	4,347,252,584	3,163,310,426	65,000,000	3,228,310,426
Total Expenses and Losses	6,316,036,619	5,324,016,396	11,640,053,015	5,329,774,741	1,739,113,001	7,068,887,742	4,232,197,373	(1,779,858,559)	2,452,338,814
Changing in Net Assets	97,083,665	(5,864,502,157)	(5,767,418,492)	(1,798,669,938)	(999,866,875)	(2,798,536,813)	(1,562,899,064)	2,081,185,135	518,286,071
Beginning Balance of Net Assets	8,877,705,818	44,101,915,049	52,979,620,867	9,008,507,928	38,203,694,442	47,212,202,370	7,209,837,990	37,203,827,567	44,413,665,557
Ending Balance of Net Assets	8,974,789,483	38,237,412,892	47,212,202,375	7,209,837,990	37,203,827,567	44,413,665,557	5,646,938,926	39,285,012,702	44,931,951,628

THE HABIBIE CENTER
Consolidated Cash Flow Statement
For The Years Ended December 31, 2002, 2003 and 2004

(In Rupiah)

	2002	2003	2004
Cash Flow from Operating Activities			
Receipt from Donations	4,696,130,912	3.468.784.773	2.650.505.000
Interest in Deposits	0	0	1.277.904
Other Incomes	(590,597,673)	(392.611.632)	19.980.405
Increase in Receivables	(1,312,280,930)	(1.047.522.157)	(1.068.886.947)
Decrease (Increase) in Payables	(8,815,269)	(37.313.300)	24.369.900
Advances Payment	12,953,167	22.450.100	(198.287.242)
Program Realization	122,502,142	404.871.406	217.168.819
Payment on Management & General Expenses	(3,846,946,510)	(3.209.339.765)	(2.182.623.818)
Net Cash Flow Received from (Used for)	(927,054,161)	(790.680.575)	(536.495.979)
Operating Activities			
Cash Flow from investing activities			
Deposits Placement	5,873,150,000	2.677.020.000	(993.573.000)
Fixed Assets Purchase	(912,693,700)	(906.597.104)	(522.271.993)
Other Assets Placement	62,999,999	65.000.000	65.000.000
Net Cash Flow Received from (Used for)	5,025,456,299	1.835.422.896	(1.450.844.993)
Investing Activities			
Cash Flow from Financing Activities			
Interest on Deposits	1,176,503,611	739.246.126	298.861.576
Other Incomes	(5,259,016,396)	(1.674.113.001)	1.844.858.559
Net Cash Flow Received from (Used for)	(4,082,512,785)	(934.866.875)	2.143.720.135
Financing Activities			
Decrease (Increase) In Cash & Cash Equivalent	15,889,353	109.875.446	156.379.163
Beginning Balance of Cash & Cash Equivalent	419,132,447	435.021.800	544.897.246
Ending Balance of Cash & Cash Equivalent	435,021,800	544.897.246	701.276.409

THE HABIBIE CENTER
Statement Of Financial Position
For The Year Ending December 31, 2004

(In Rupiah)

Description	2002	2003	2004
Assets			
Current Assets			
Cash & Cash Equivalent	396.820.126	451.175.451	567.650.802
Account Receivable	208.364.480	245.677.780	222.807.880
Advance Payment	661.754.982	256.883.576	455.170.818
Total Current Assets	1.266.939.588	953.736.807	1.245.629.500
Investment	-	-	-
Fixed Assets			
Cost Of Acquisition	10.460.978.340	11.359.416.044	11.875.418.037
Accumulated Depreciation	2.003.450.730	2.670.133.487	3.705.202.125
Book Value	8.457.527.610	8.689.282.557	8.170.215.912
Other Assets	2.938.106.910	2.873.106.910	2.808.106.910
Total Assets	12.662.574.108	12.516.126.274	12.223.952.322
Liabilities & Net Assets			
Liabilities			
Account Payables	22.303.169	44.753.269	261.922.088
Total Liabilities	22.303.169	44.753.269	261.922.088
Net Assets			
Free Commitments	9.702.164.033	9.598.266.099	9.153.923.328
Permanent Commitments	2.938.106.906	2.873.106.906	2.808.106.906
Total Net Assets	12.640.270.939	12.471.373.005	11.962.030.234
Total Liabilities & Net Assets	12.662.574.108	12.516.126.274	12.223.952.322

THE HABIBIE CENTER
Statement Of Activities
For The Year Ending December 31, 2002, 2003 and 2004

Description	2002		2003		2004	
	Free Commitment	Permanent Commitment	Free Commitment	Permanent Commitment	Free Commitment	Permanent Commitment
Revenue						
Donations	4,696,130.912	-	3,468,784.773	-	2,650,505.000	-
Deposit Interest	-	-	-	-	1,277,904	-
Other Incomes	-	-	62,320.030	-	17,515.405	-
Transfer for Program Execution	-	-	-	-	-	-
Total Revenue	4,696,130.912	-	3,531,104.803	-	2,669,298.309	-
Expenses & Losses						
Scholarship & Habibie Award Program Expenses	-	-	-	-	-	-
Exchange Rate Loss/(Gains)	-	-	-	-	-	-
Management, General Expenses and Other Program Expe	4,496,282.368	65,000,000	3,635,002.737	65,000,000	3,113,641.080	65,000,000
Total Expenses & Losses	4,496,282.368	65,000,000	3,635,002.737	65,000,000	3,113,641.080	65,000,000
Changing in Net Assets	199,848.544	(65,000,000)	(103,897.934)	(65,000,000)	(444,342.771)	(65,000,000)
Beginning Balance Of Net Assets	9,502,315.489	3,003,106.906	9,702,164.033	2,938,106.906	12,640,270.939	2,873,106.906
Ending Balance Of Net Assets	9,702,164.033	2,938,106.906	12,640,270.939	2,873,106.906	9,153,923.328	2,808,106.906
			12,471,373.005	12,471,373.005	11,962,030.234	11,962,030.234

THE HABIBIE CENTER
Cash Flow Statement
For The Year Ending December 31, 2002, 2003 and 2004

(in Rupiah)

Description	2002	2003	2004
Cash Flow From Operating Activities			
Cash Flow From Operating Activities			
Receipt from Donation	4.696.130.912	3.468.784.773	2.650.505.000
Interest in Deposit	-	-	1.277.904
Other Incomes	(86.986.564)	62.320.030	17.515.405
Scholarship & Habibie Award Program Expenses	-	-	-
(Increase) / Decrease in Accounts Receivable	(7.315.269)	(37.313.300)	22.869.900
Increase / (Decrease) in Accounts Payable	12.953.167	22.450.100	(198.287.242)
(Increase) / Decrease Advance Payments	122.502.142	404.871.406	217.168.819
Management, General Expenses and Other Program Expens	(3.858.294.777)	(3.033.319.980)	(2.143.572.442)
Net Cash Flow From Receipt from/(Used for) Operating Activities	878.989.611	887.793.029	567.477.344
Cash Flow from Investing Activities			
Deposit Placement			
Fixed Asset Purchase	(910.970.000)	(898.437.704)	(516.001.993)
Other Asset Placement	169.863.340	65.000.000	65.000.000
Net Cash Flow From Receipt from (Used for) Investing Activities	(741.106.660)	(833.437.704)	(451.001.993)
Cash Flow from Financing Activities			
Interest on Deposit	-	-	-
Exchange Rate (Losses)/Gains	-	-	-
Net Cash Flow From Receipt from/(Used for) Financing Activities	-	-	-
Increase/(Decrease) In Cash & Cash Equivalents	137.882.951	54.355.325	116.475.351
Beginning Balance of Cash & Cash Equivalents	258.937.175	396.820.126	451.175.451
Ending Balance of Cash & Cash Equivalents	396.820.126	451.175.451	567.650.802

SDM-IPTEK FOUNDATION
Statement Of Financial Position
For The Year Ending December 31, 2004

(In Rupiah)

Description	2002	2003	2004
Assets			
Current Assets			
Cash & Cash Equivalent	38.201.674	93.721.795	133.625.607
Account Receivable	1.500.000	1.500.000	-
Advance Payment	-	-	-
Total Current Assets	39.701.674	95.221.795	133.625.607
Investment	34.482.850.000	31.805.830.000	32.799.403.000
Fixed Assets			
Cost Of Acquisition	108.663.550	116.822.950	123.092.950
Accumulated Depreciation	59.283.793	75.582.193	86.200.163
Book Value	49.379.757	41.240.757	36.892.787
Other Assets	-	-	-
Total Assets	34.571.931.431	31.942.292.552	32.969.921.394
Liabilities & Net Assets			
Liabilities			
Account Payables	-	-	-
Total Liabilities	-	-	-
Net Assets			
Free Commitments	(662.374.550)	(2.388.428.109)	(3.506.984.402)
Permanent Commitments	35.234.305.981	34.330.720.661	36.476.905.796
Total Net Assets	34.571.931.431	31.942.292.552	32.969.921.394
Total Liabilities & Net Assets	34.571.931.431	31.942.292.552	32.969.921.394

SDM-IPTEK FOUNDATION
Statement Of Activities
For The Year Ending December 31, 2002, 2003 and 2004

Description	2002			2003			2004		
	Free Commitment	Permanent Commitment	Total	Free Commitment	Permanent Commitment	Total	Free Commitment	Permanent Commitment	Total
Revenue									
Donations	0	0	0	0	0	0	0	0	0
Deposit Interest	0	1,176,503,611	1,176,503,611	0	739,246,126	739,246,126	0	298,861,576	298,861,576
Other Incomes	0	0	0	0	0	0	0	2,465,000	2,465,000
Transfer for Program Execution	1,716,989,372	(1,716,989,372)	0	0	0	0	0	0	0
Total Revenue	1,716,989,372	(540,485,761)	1,176,503,611	0	739,246,126	739,246,126	0	301,326,576	301,326,576
Expenses & Losses									
Scholarship & Habiebie Award									
Program Expenses	594,575,463	0	594,575,463	1,047,522,157	0	1,047,522,157	1,068,886,947	0	1,068,886,947
Exchange Rate Loss/(Gains)	0	(5,259,016,396)	(5,259,016,396)	0	1,674,113,001	1,674,113,001	0	(1,844,858,559)	(1,844,858,559)
Management, General Expenses and Other Program Expen	1,225,178,788	0	1,225,178,788	647,249,847	0	647,249,847	49,669,346	0	49,669,346
Total Expenses & Losses	1,819,754,251	(5,259,016,396)	(3,439,262,145)	1,694,772,004	1,674,113,001	3,368,885,005	1,118,556,293	(1,844,858,559)	(726,302,266)
Changing in Net Assets	(102,764,879)	(5,799,502,157)	(5,902,267,036)	(1,694,772,004)	(934,866,875)	(2,629,638,879)	(1,118,556,293)	2,146,185,135	1,027,628,842
Beginning Balance Of Net Assets	(559,609,671)	41,033,808,138	40,474,198,467	(693,656,105)	35,265,587,536	34,571,931,431	(2,388,428,109)	34,330,720,661	31,942,292,552
Ending Balance Of Net Assets	(662,374,550)	35,234,305,981	34,571,931,431	(2,388,428,109)	34,330,720,661	31,942,292,552	(3,506,984,402)	36,476,905,796	32,969,921,394

SDM-IPTEK FOUNDATION
Cash Flow Statement
For The Year Ending December 31, 2002, 2003 and 2004

Description	2002 (in Rupiah)	2003 (in Rupiah)	2004 (in Rupiah)
Cash Flow From Operating Activities			
Receipt from Donation	-	-	-
Interest in Deposit	-	-	-
Other Incomes	(503,611,109)	-	2.465.000
Scholarship & Habibie Award Program Expenses	(594,575,463)	(1.047.522.157)	(1.068.886.947)
(Increase) / Decrease in Accounts Receivable	(1,500,000)	-	1.500.000
Increase / (Decrease) in Accounts Payable	(104,863,341)	-	-
(Increase) / Decrease Advance Payments	-	-	-
Management, General Expenses and Other Program Expenses	(706,357,200)	(630.951.447)	(39.051.376)
Net Cash Flow From Receipt from/(Used for) Operating Activities	(1,910,907,113)	(1.678.473.604)	(1.103.973.323)
Cash Flow from Investing Activities			
Deposit Placement	5,873,150,000	2.677.020.000	(993.573.000)
Fixed Asset Purchase	(1,723,700)	(8.159.400)	(6.270.000)
Other Asset Placement	-	-	-
Net Cash Flow From Receipt from (Used for) Investing Activities	5,871,426,300	2.668.860.600	(999.843.000)
Cash Flow from Financing Activities			
Interest on Deposit	1,176,503,611	739.246.126	298.861.576
Exchange Rate (Losses)/Gains	(5,259,016,396)	(1.674.113.001)	1.844.858.559
Net Cash Flow From Receipt from/(Used for) Financing Activities	(4,082,512,785)	(934.866.875)	2.143.720.135
Increase/(Decrease) In Cash & Cash Equivalents	(121,993,598)	55.520.121	39.903.812
Beginning Balance of Cash & Cash Equivalents	160,195,272	38.201.674	93.721.795
Ending Balance of Cash & Cash Equivalents	38,201,674	93.721.795	133.625.607

S E & O

People Behind The Center

Board of Trustees

Prof. Dr.-Ing. Dr. Sc. h. c. Bacharuddin Jusuf Habibie
Dr. Hasri Ainun Habibie
Junus Effendi Habibie
Dr.-Ing. Ilham Akbar Habibie
Dipl.-Ing. Thareq Kemal Habibie
Prof. Drs. Abdul Malik Fadjar, MSc
Prof. Dr. Hasjim Djalal, MA

Chairman, Board of Trustees
Deputy Chairman, Board of Trustees
Deputy Chairman, Board of Trustees
Secretary, Board of Trustees
Member, Board of Trustees
Member, Board of Trustees
Member, Board of Trustees

Supervising Board

Prof. Dr. Satrio Budihardjo Joedono
Prof. Dr. Sofian Effendi
Zaini Azhar Maulani
Dr. Indria Samego
Adrie Subono

Chairman, Supervising Board
Secretary, Supervising Board
Member, Supervising Board
Member, Supervising Board
Member, Supervising Board

Board of Directors

Prof. Dr. Muladi, SH
Prof. Dr. Zuhul Abdul Qadir, M.Sc. EE

Abu Hartono
Ir. Suyatim Abdurrahman Habibie
Prof. Dr. Jimly Asshidiqie, SH
Dr. Ahmad Watik Pratiknya, MD
Dr. Ir. Didit Hidayat Agripinanto Ratam.

Chairman, Board of Directors
Deputy Chairman for Socialization of
Technology
Deputy Chairman for Maritime Affairs
Deputy Chairman of Media Development
Deputy Chairman for Affiliate Affairs
Secretary, Board of Directors
Treasurer, Board of Directors

Executive Board

Dr. Ahmad Watik Pratiknya, MD
Dr. Dewi Fortuna Anwar, MA
Dr. Ir. Fuadi Rasyid, MSc.
Drs. Andi Makmur Makka, MA
Dr. Ir. Didit Hidayat Agripinanto Ratam

Executive Director
Director for Research and Program
Director for Administrative Affairs
Director for Communication
Director for Finance and Funding

Personnel:

Abdillah Hidayat
Achmad Amal Djaja
Afdal Makkuraga Putra
Andi Setiawan
Asvida Nurlaela
Della Emilia Rahmanita
Djuwarso Suto S.
Dodi Priambodo
Endah Bayu Purnawati
Fetty Fajriati
Fitri Indah Kuwaratiwi
Ghazali H. Moesa
Hadi Kuntjara
Iman Warkim
Intantri Kusmawarni
Irman G. Lanti
Juli
Kosasih
Marulloh
M. Ilyas Thaha
Rahimah Abdulrahim
Sugeng
Sularto
Tata Mustasya
Wenny Pahlemy
Widyawan
Yulis Setyawati

ANNUAL REPORT 2004
THE HABIBIE CENTER