

No : KSEI-0211/DIR/0116
Attachment. : 2 (two)

Jakarta, January 12th, 2016

To.

Directors/Head of Account Holders
Indonesian Central Securities Depository

Re : Prevention of Potential Duplicate SID on C-BEST's Static Data Investor (SDI) Module

Dear Sir/Madam,

As Central Securities Depository and Settlement Institution, KSEI administrates the data of Indonesian capital market investors. As data quality is one of KSEI's focuses, customer data administered at C-BEST system has high accuracy. To support this goal, KSEI has conducted a C-BEST SDI Module enhancement which was expected to increase the accuracy of customer's data in the future and the number of customer data with potential duplicate SID can be minimized.

With the implementation of this enhancement, the creation and changes of customer data that are identified with potentially duplicate **type of investor, nationality, date of birth/establishment, and identity number**, will be automatically rejected by the system. An additional process is required to be carried out by the Account Holder and KSEI's officer to complete the creation or changes in customer's data.

Below are the additional status in the costumer data administration :

1. Waiting for Confirm Generate/Crosslink SID by KSEI
 - a. This status occurs if the opening or changes of customer data is detected as a potential duplicate by C-BEST system
 - b. To solve/change this status, KSEI's Account Holder is required to submit the copy of costumer identity to Account Management Unit so that KSEI's officer will be able to perform data analysis to confirmcreate/crosslink or reject the customer data creation/changes instruction.
2. Rejected by SID Processing
 - a. This status occurs if the customer data in the data identification process is considered as invalid.
 - b. To solve/change this status, Account Holder is required to perform data correction using the upload'data modification' function.

KSEI's Account Holders are required to handle customer data in accordance with the KYC principle. Thus, we expect KSEI's Account Holder to continuously ensure that every customer data creation and changes activity is in completed or confirmed status.

Following this implementation, there is no changes in the upload procedure in the customer data creation and changes through C-BEST SDI module. However, the administration process of the customer data creation and changes will be as shown in the attachment.

The potential duplicate SID prevention will be effectively implemented on **January 18th, 2016**. Accordingly, we expect that Account Holders can organise their respective internal teams so that it can adjust to the changes.

Should you have further questions regarding this matter, please contact KSEI's Account Management Unit by e-mail at pr@ksei.co.id or KSEI's Call Center at the following number +6221-515-2855.

Thank you for your kind attention and cooperation.

Sincerely yours,

Indonesian Central Securities Depository

Syafruddin

Director

Gusrinaldi Akhyar

Head of Custodian Services Division

C.c.

1. Commissioner Deputy of Capital Market Supervisory II - Financial Services Authority
2. Head of Capital Market Supervisory IIA Department - Financial Services Authority
3. Director of Securities Institution Supervisory - Financial Services Authority
4. Directors of Indonesia Stock Exchange
5. Directors of Indonesian Clearing and Guarantee Corporation