

Regulation of KSEI No. I-B regarding Main Securities Account (Attachment to the Decree of the Board of Directors of KSEI No. KEP-0014/DIR/KSEI/0224, dated February 15, 2024)

**REGULATION OF KSEI NUMBER I-B
REGARDING
MAIN SECURITIES ACCOUNT**

1. DEFINITIONS

In this regulation, referred to as:

- 1.1. **Main Securities Account** shall be Securities Account under the name of the Account Holder.
- 1.2. **Depository Main Securities Account** which hereinafter will be referred to as the “**Main Securities Account 001**” shall be Main Securities Account used to deposit and register its own Securities and/or fund or to be used to carry out its function based on the Laws and Regulations.
- 1.3. **Hand-Over Main Securities Account** which hereinafter will be referred to as “**Main Securities Account 002**” shall be Main Securities Account owned by the Account Holder who constitutes a Clearing Member or the Settlement Agent which is used to transfer and/or receive Securities and/or fund to or from KPEI in relation to the Exchange Transaction settlement.
- 1.4. **Borrower Main Securities Account for Securities Lending and Borrowing** which hereinafter will be referred to as “**Main Securities Account 003**” shall be Main Securities Account used by the Account Holder who has obtained approval from KPEI to return Securities and to receive fund in relation to Securities lending and borrowing transaction at KPEI.
- 1.5. **Guarantee Main Securities Account** which hereinafter will be referred to as “**Main Securities Account 004**” shall be Main Securities Account used by the Account Holder who constitutes a Clearing Member to place Collateral in the form of Securities and/or fund which can be used by KPEI to settle the Exchange Transaction and/or to settle the obligations of the relevant Account Holder.
- 1.6. **Lender Main Securities Account for Securities Lending and Borrowing** which hereinafter will be referred to as “**Main Securities Account 005**” shall be Main Securities Account used by the Account Holder who has obtained approval from KPEI to place Securities to be lent and/or to receive the return of lent Securities in relation to Securities lending and borrowing transaction at KPEI.
- 1.7. **Sharia Main Securities Account** which hereinafter will be referred to as “**Main Securities Account 009**” shall be Main Securities Account which can be used to deposit and register Sharia-based Securities and/or fund in order to settle its own Sharia-based Securities Transaction in accordance with its function based on the Laws and Regulations.

- 1.8. **Main Securities Account for KPEI Bilateral Securities Lending and Borrowing** which hereinafter will be referred to as “**Main Securities Account for PME Bilateral KPEI**” shall be Main Securities Account to be used by the Account Holder who has obtained approval from KPEI to manage bilateral Securities lending and borrowing facility provided by KPEI based on the Laws and Regulations.
- 1.9. **Main Securities Account for KPEI Repo Transaction Management** which hereinafter will be referred to as “**Main Securities Account for KPEI Repo Transaction**” shall be Main Securities Account used by the Account Holder who has obtained approval from KPEI to manage Repo Transaction facility provided by KPEI based on the Laws and Regulations.
- 1.10. **Main Securities Account for KPEI Securities Derivative Contract Transaction** which hereinafter will be referred to as “**Main Securities Account for KPEI Derivative Contract Transaction**” shall be Main Securities Account used by the Account Holder who has obtained approval from KPEI to settle Securities Derivative Contract transaction provided by KPEI based on the Laws and Regulations.
- 1.11. **Repurchase Agreement Transaction** which hereinafter will be referred to as the “**Repo Transaction**” shall be Securities sale or purchase contract with an agreement to buy back or to resell at a determined time and price, as referred to in Article 1 Paragraph 1 of the Regulation of the Financial Services Authority Number 9/POJK.04/2015 regarding the Guidelines on Repurchase Agreement Transaction for Financial Services Institutions.
- 1.12. **KPEI Main Securities Account** shall be Main Securities Account used by KPEI in relation to its duty as the Clearing and Guarantee Institution.
- 1.13. **Account Holder** shall be the Party whose name is recorded as the Main Securities Account holder or the Party who has been stipulated and/or has obtained approval from the Financial Services Authority as the Main Securities Account holder.
- 1.14. **PT Kustodian Sentral Efek Indonesia** which hereinafter will be abbreviated as “**KSEI**” shall be the company who has obtained business permit from the Financial Services Authority to administer business activities as the Central Securities Depository.
- 1.15. **Financial Services Authority** which hereinafter will be abbreviated as “**OJK**” shall be an independent state institution with regulating, supervising, auditing, and investigating functions, duties, and authorities, as referred to in Law regarding the Financial Services Authority which has been amended by Law Number 4 of the Year 2023 regarding the Development and Strengthening of Financial Sector.
- 1.16. **Regulation of KSEI** shall be the regulation issued by KSEI and will be effective upon obtaining approval from OJK, including its implementing regulations issued by KSEI from time to time.
- 1.17. **Clearing Member** shall be an institution fulfilling the terms and conditions of the Clearing and Guarantee Institution at the Capital Market to obtain clearing and/or guarantee services for Securities transaction settlement carried out through Market Administrator at the Capital Market as referred to in Law regarding Capital Market which has been amended by Law Number 4 of the Year 2023 regarding the Development and Strengthening of Financial Sector.

- 1.18. **Settlement Agent** shall be the Account Holder who has been approved and has been connected to KPEI system in accordance with the regulations of KPEI as well as has opened Main Securities Account 002 at KSEI to transfer and/or receive fund and/or Equity Securities in relation to the Exchange Transaction carried out by the Clearing Member.
- 1.19. **PT Kliring Penjaminan Efek Indonesia** which hereinafter will be abbreviated as “KPEI” shall be the company who has obtained business permit from OJK to administer business activity as the Clearing and Guarantee Institution.
- 1.20. **Custodian Bank** shall be commercial bank and sharia commercial bank who has obtained approval of the Financial Services Authority as custodian as referred to in the provisions of the laws and regulations regarding capital market, as referred to in Law regarding Capital Market which has been amended by Law Number 4 of the Year 2023 regarding the Development and Strengthening of Financial Sector.
- 1.21. **Exchange Transaction** shall be a contract drawn up by a member of the Stock Exchange in accordance with the terms stipulated by the Stock Exchange regarding Securities sale and purchase, Securities lending and borrowing, or other contract regarding Securities or with Securities price as referred to in Law regarding Capital Market which has been amended by Law Number 4 of the Year 2023 regarding the Development and Strengthening of Financial Sector.
- 1.22. **Securities** shall be promissory notes or investment contract either in conventional and digital forms or in other forms in accordance with the development of technology which are granting rights to their owner directly and indirectly to gain economic benefit from the issuer or from a certain party based on an agreement and every Derivative of the Securities which is exchangeable and/or tradable at the Capital Market, as referred to in Law regarding Capital Market which has been amended by Law Number 4 of the Year 2023 regarding the Development and Strengthening of Financial Sector.
- 1.23. **Guarantee Securities Sub-Account** which hereinafter will be referred to as “**Securities Sub-Account 004**” shall be Securities Sub-Account used by the Client of the Account Holder who constitutes a Clearing Member to place collateral in the form of Securities and/or fund which can be used by KPEI to settle the Exchange Transaction and/or to settle the obligations of the relevant Clearing Member.
- 1.24. **Lender Securities Sub-Account for Securities Lending and Borrowing** which hereinafter will be referred to as “**Securities Sub-Account 005**” shall be Securities Sub-Account used by the Client of the Account Holder who has obtained approval from KPEI, to place Securities to be lent and/or to receive the return of lent Securities in relation to Securities lending and borrowing transaction at KPEI.
- 1.25. **Securities Sub-Account for KPEI Bilateral Lending and Borrowing** which hereinafter will be referred to as “**Securities Sub-Account for PME Bilateral KPEI**” shall be Securities Sub-Account used by the Client of the Account Holder who has obtained approval from KPEI to manage bilateral Securities lending and borrowing facility provided by KPEI based on the Laws and Regulations.

- 1.26. **Securities Sub-Account for KPEI Repo Transaction Management** which hereinafter will be referred to as “**Securities Sub-Account for KPEI Repo Transaction**” shall be Securities Sub-Account used by the Client of the Account Holder who has obtained approval from KPEI to manage Repo Transaction facility provided by KPEI based on the Laws and Regulations.
- 1.27. **Securities Sub-Account for KPEI Securities Derivative Contract Transaction** which hereinafter will be referred to as “**Securities Sub-Account for KPEI Derivative Contract Transaction**” shall be Securities Sub-Account used by the Client of the Account Holder who has obtained approval from KPEI for Securities Derivative Contract transaction of the client of the Account Holder provided by KPEI based on the Laws and Regulations.
- 1.28. **Working Days** shall be the day on which central Custodian and Securities Transaction settlement services being held by KSEI, which are from Monday through Friday, unless those days which constitute national holidays or which are declared as day-off by KSEI.

2. TYPES OF MAIN SECURITIES ACCOUNT

- 2.1. Main Securities Account consists of:
- a. Main Securities Account 001;
 - b. Main Securities Account 002;
 - c. Main Securities Account 003;
 - d. Main Securities Account 004;
 - e. Main Securities Account 005;
 - f. Main Securities Account 009;
 - g. Main Securities Account for PME Bilateral KPEI;
 - h. Main Securities Account for KPEI Repo Transaction;
 - i. Main Securities Account for KPEI Derivative Contract Transaction;
 - j. KPEI Main Securities Account; and
 - k. Main Securities Account for other purposes stipulated by KSEI in the circular letter of KSEI.
- 2.2. The Account Holder shall use Main Securities Account as referred to in point 2.1. above in accordance with their types and functions.

3. OPENING OF MAIN SECURITIES ACCOUNT

3.1. General Provisions for the Opening of Main Securities Account

- 3.1.1. Main Securities Account shall be opened by KSEI either based on the application from the prospective Account Holder, the Account Holder, the instruction of OJK, the instruction of KPEI, or other purposes in accordance with the mechanism stipulated by KSEI.
- 3.1.2. For each of the entire Account Holders shall be opened 1 (one) Main Securities Account 001.
- 3.1.3. For the Account Holder shall firstly be opened Main Securities Account 001 if it has the intention of opening other type of Main Securities Account.

- 3.1.4. Main Securities Account shall be opened under the name of 1 (one) Account Holder based on the application from the prospective Account Holder, the Account Holder, the instruction of OJK, the instruction of KPEI, or other purposes in accordance with the mechanism stipulated by KSEI.
- 3.1.5. Requirements for the opening of Main Securities Account will follow the requirements for the registration of Account Holder as stipulated in the Regulation of KSEI.
- 3.1.6. The party submitting application for the opening of Main Securities Account are responsible for the application for the opening of Main Securities Account submitted to KSEI.
- 3.1.7. For the purpose of using Main Securities Account, the Account Holder must have and stipulated the standard operational mechanism or procedure for the administration of Main Securities Account.

3.2. Opening of Main Securities Account for Clearing Member

For the Account Holder who constitutes a Clearing Member, in addition to the opening of 1 (one) Main Securities Account 001, will also be opened Main Securities Accounts consisting of:

- a. Main Securities Account 002;
- b. Main Securities Account 003;
- c. Main Securities Account 004; and
- d. Main Securities Account 005.

3.3. Opening of Main Securities Account for Settlement Agent

- 3.3.1. The Settlement Agent shall open Main Securities Account 002 for the purpose of transferring and/or receiving fund and/or Securities in relation to the Exchange Transaction carried out by the Clearing Member.
- 3.3.2. The application for the opening of Main Securities Account as referred to in point 3.3.1. above shall be submitted to KSEI by the Settlement Agent after executing Settlement Agent services agreement with KPEI, in accordance with the mechanism stipulated by KSEI.

3.4. Opening of Sharia Main Securities Account

The Account Holder may submit application for the opening of Main Securities Account 009 under the name of the Account Holder for the purpose of Sharia-based Securities Transaction settlement by submitting application to KSEI in accordance with the mechanism stipulated by KSEI.

3.5. Opening of Main Securities Account for Securities Lending and Borrowing at KPEI

- 3.5.1. The Account Holder who constitutes a Custodian Bank or other Party who shall be acting as the lender in Securities lending and borrowing transaction at KPEI, shall open Main Securities Account 003 and Main Securities Account 005 in accordance with the provisions in the Regulation of KPEI.

- 3.5.2. The opening of Main Securities Account as referred to in point 3.5.1. above shall be submitted to KSEI by:

3.5.2.1. KPEI; or

3.5.2.2. The Custodian Bank or other Party after executing an agreement with KPEI,

in accordance with the mechanism stipulated by KSEI.

3.6. Opening of Main Securities Account for KPEI Bilateral Securities Lending and Borrowing

- 3.6.1. The Account Holder carrying out bilateral Securities lending and borrowing transaction at KPEI shall open Main Securities Account for PME Bilateral KPEI.

- 3.6.2. The opening of Main Securities Account as referred to in point 3.6.1. above shall be submitted to KSEI by:

3.6.2.1. KPEI; or

3.6.2.2. The Account Holder after executing bilateral Securities lending and borrowing facility utilization agreement with KPEI,

in accordance with the mechanism stipulated by KSEI.

- 3.6.3. The provisions regarding Main Securities Account for PME Bilateral KPEI shall be further stipulated in the circular letter of KSEI.

3.7. Opening of Main Securities Account for KPEI Repo Transaction

- 3.7.1. The Account Holder carrying out Repo Transaction by using the facility provided by KPEI shall open Main Securities Account for KPEI Repo Transaction.

- 3.7.2. The opening of Main Securities Account as referred to in point 3.7.1. above shall be submitted to KSEI by:

3.7.2.1. KPEI; or

3.7.2.2. The Account Holder, after executing Repo Transaction facility utilization agreement with KPEI,

in accordance with the mechanism stipulated by KSEI.

- 3.7.3. The provisions regarding Main Securities Account for KPEI Repo Transaction shall be further stipulated in the circular letter of KSEI.

3.8. Opening of Main Securities Account for KPEI Securities Derivative Contract Transaction

- 3.8.1. The Account Holder who has obtained approval from KPEI to use Clearing and guarantee services for Securities Derivative Contract transaction settlement shall open Main Securities Account for KPEI Derivative Contract Transaction.

- 3.8.2. The opening of Main Securities Account as referred to in point 3.8.1. above shall be submitted to KSEI by KPEI, in accordance with the mechanism stipulated by KSEI.
- 3.8.3. The provisions regarding Main Securities Account for KPEI Derivative Contract Transaction shall be further stipulated in the circular letter of KSEI.

3.9. Opening of Main Securities Account for KPEI

- 3.9.1. KPEI may open KPEI Main Securities Account for the purpose of administration of clearing and guarantee services for the Exchange Transaction settlement, Securities lending and borrowing, or other purposes in accordance with the provisions of the Laws and Regulations.
- 3.9.2. KPEI may provide instruction to KSEI to:
 - 3.9.2.1. deliver information on Securities and/or fund balance restricted to Main Securities Account 002, Main Securities Account 003, Main Securities Account 004, Main Securities Account 005, Main Securities Account for PME Bilateral KPEI, Main Securities Account for KPEI Repo Transaction, Main Securities Account for KPEI Derivative Contract Transaction, Securities Sub-Account 004, Securities Sub-Account 005, Securities Sub-Account for PME Bilateral KPEI, Securities Sub-Account for KPEI Repo Transaction, Securities Sub-Account for KPEI Derivative Contract Transaction managed by the Account Holder, or other Securities Account stipulated by KSEI in the circular letter of KSEI;
 - 3.9.2.2. transfer a number of Securities and/or an amount of fund restricted to Main Securities Account 002, Main Securities Account 003, Main Securities Account 004, Main Securities Account 005, Main Securities Account for PME Bilateral KPEI, Main Securities Account for KPEI Repo Transaction, Main Securities Account for KPEI Derivative Contract Transaction, Securities Sub-Account 004, Securities Sub-Account 005, Securities Sub-Account for PME Bilateral KPEI, Securities Sub-Account for KPEI Repo Transaction, Securities Sub-Account for KPEI Derivative Contract Transaction managed by the Account Holder, or other Securities Account stipulated by KSEI in the circular letter of KSEI; and/or
 - 3.9.2.3. freeze a number of Securities and/or an amount of fund restricted to Main Securities Account 002, Main Securities Account 003, Main Securities Account 004, Main Securities Account 005, Main Securities Account for PME Bilateral KPEI, Main Securities Account for KPEI Repo Transaction, Main Securities Account for KPEI Derivative Contract Transaction, Securities Sub-Account 004, Securities Sub-Account 005, Securities Sub-Account for PME Bilateral KPEI, Securities Sub-Account for KPEI Repo Transaction, Securities Sub-Account for KPEI Derivative Contract Transaction managed by the Clearing Member and/or the Account Holder, or other Securities Account stipulated by KSEI in the circular letter of KSEI.

- 3.9.3. The provisions as stipulated in point 3.9.2. above can be carried out to the extent KPEI has received the power of attorney from the Clearing Member, the Account Holder who will be acting as the lender, the relevant Settlement Agent, or the Account Holder who has been approved by KPEI for the management of bilateral Securities lending and borrowing facility, the management of Repo Transaction facility, or Securities Derivative Contract transaction provided by KPEI, and the copy of such power of attorney has been delivered to KSEI.

3.10. Opening of Main Securities Account for Other Purposes

The types, functions, requirements, and mechanisms for the opening of Main Securities Account for other purposes which are not stated in this Regulation, will be stipulated in the circular letter of KSEI.

4. CLOSING OF MAIN SECURITIES ACCOUNT

- 4.1. The closing of Main Securities Account can be carried out towards a part of or the entire types of Main Securities Account based on the application from the Account Holder, the instruction of OJK, the instruction of KPEI, and/or based on the Laws and Regulations in accordance with the party submitting the application for the opening of Main Securities Account.
- 4.2. The closing of the entire Main Securities Account follows the mechanism for the annulment of registration of the Account Holder as stipulated in the Regulation of KSEI.
- 4.3. The application for the closing of Main Securities Account may only be followed up by KSEI if on the date of submission of application for the closing:
- 4.3.1. there is not any balance of Securities and/or fund in the relevant Main Securities Account; and
- 4.3.2. there is not any outstanding obligation or right of the Account Holder over the Securities Transaction settlement activities based on the record of KPEI.
- 4.4. If the Main Securities Account to be closed does not fulfill the provisions in point 4.3. above, then, KSEI will refuse the application for the closing of the relevant Main Securities Account.
- 4.5. The Main Securities Account which has been closed cannot be reopened.

5. REPORT REGARDING MAIN SECURITIES ACCOUNT

- 5.1. KSEI shall provide report related to Main Securities Account at the end of each Working Day to the Account Holder through C-BEST or other mechanism stipulated by KSEI.
- 5.2. The report as referred to in point 5.1. above reveals the Main Securities Account, the Securities Sub-Account, SID, Securities and/or fund balance under blocking, freezing, confiscation, and/or otherwise, as well as the mutation of Securities and/or fund in the Main Securities Account on the relevant Working Day.

- 5.3. The Account Holder shall examine the correctness and to carry out reconciliation between data recorded at the Account Holder and the report related to the Main Securities Account as referred to in point 5.1. above in accordance with the mechanism stipulated by KSEI.
- 5.4. In the event that there is discrepancy in the recording of Securities and/or fund between the relevant report and the record of the Account Holder, then, the Account Holder shall deliver confirmation to KSEI on the subsequent Working Day for the recording of Securities and/or fund on the previous Working Day, in accordance with the mechanism stipulated by KSEI.
- 5.5. If the delivery of confirmation over the discrepancy of report of KSEI as referred to in point 5.4. above is not delivered in accordance with the mechanism and the deadline stipulated by KSEI, then, KSEI will not be responsible for the required corrective action in the relevant report of KSEI.
- 5.6. In the event that the Account Holder delivers confirmation over the discrepancy in the report of KSEI as referred to in point 5.4. above for more than one time, then, the report to be used as the reference shall be the latest report delivered by the Account Holder.
- 5.7. Unless proven otherwise, the report made available by KSEI as referred to in point 5.1. above constitutes the valid evidence of ownership for the Account Holder over the Securities and/or fund deposited in the Main Securities Account, in accordance with the provisions of the Laws and Regulations.

Stipulated in: Jakarta

On: February 15, 2024

PT Kustodian Sentral Efek Indonesia

Samsul Hidayat
President Director

Imelda Sebayang
Director of Finance and Administration