

**THE DECREE OF THE BOARD OF DIRECTORS OF
PT KUSTODIAN SENTRAL EFEK INDONESIA
Number: KEP-0037/DIR/KSEI/1215**

REGARDING

**THE REGULATION OF PT KUSTODIAN SENTRAL EFEK INDONESIA NUMBER V-D
REGARDING FREE OF PAYMENT INSTRUCTION**

- Considering :
- a. Whereas as mandated by the Financial Services Authority Regulation Number 9/POJK.04/2015 regarding Guidelines on Repurchase Agreement Transaction for Financial Services Institution dated June 25th, 2015 (“POJK”) regarding the Participant obligation to report Repo Transaction on Equity Securities to PT Kustodian Sentral Efek Indonesia (“KSEI”) as Central Securities Depository and in order to accommodate market need regarding instruction mechanism in the change of form and/or Securities type listed in KSEI, therefore it is considered necessary for KSEI to regulate those regarding the said Free of Payment instruction and procedures of Securities transfer.
 - b. Whereas in order to support supervision infrastructure on POJK implementation, it is considered necessary for KSEI to improve several provisions in Regulation of KSEI Number V-D regarding The Instruction For Book-Entry Settlement of Securities Without Payment (Free of Payment) (Attachment to Decree of the Board of Directors of KSEI Number KEP-0039/DIR/KSEI/1213 regarding Regulation of PT Kustodian Sentral Efek Indonesia Number V-D Regarding The Instruction For Book-entry Settlement of Securities Without Payment (Free of Payment) dated December 18th, 2013.
- Bearing in mind:
- a. Law Number 8 of the year 1995 regarding the Capital Market (State Gazette of the Republic of Indonesia Number 64 of the year 1995, Supplement to the State Gazette of the Republic of Indonesia Number 3608 of the year 1995).

- b. Regulation of the Capital Market Supervisory Agency Number III.C.2 regarding The Procedures for Rule-Making by a Central Securities Depository (Attachment to Decree of the Chairman of the Capital Market Supervisory Agency Number KEP-13/PM/1996 dated January 17th, 1996 regarding The Procedures for Rule-Making by a Central Securities Depository).
- c. Decree of the Chairman of the Capital Market Supervisory Agency Number KEP-54/PM/1998 dated November 11th, 1998 regarding Granting of Business Permit as Central Securities Depository to PT Kustodian Sentral Efek Indonesia.
- d. Regulation of KSEI Number V-D regarding The Instruction For Book-Entry Settlement of Securities Without Payment (Free of Payment) (Attachment to Decree of the Board of Directors of KSEI Number KEP-0039/DIR/KSEI/1213 regarding Regulation of PT Kustodian Sentral Efek Indonesia Number V-D Regarding The Instruction For Book-Entry Settlement of Securities Without Payment (Free of Payment) dated December 18th, 2013.
- e. Letter of the Board of Commissioners of the Financial Services Authority Number S-127/PM.2/2015 dated December 17th, 2015 regarding Approval on the Regulation of KSEI Number V-D Regarding Free of Payment Instruction and Number V-G regarding Reporting and Settlement of Repo Transaction.

HAS DECIDED

- To Stipulate
- 1. Regulation of PT Kustodian Sentral Efek Indonesia (KSEI) Number V-D regarding Free of Payment Instruction as contained in the attachment to this decree.
 - 2. With the enactment of the Regulation of KSEI Number V-D regarding Free of Payment Instruction, Regulation of KSEI Number V-D Regarding The Instruction For Book-Entry Settlement of

Securities Without Payment (Free of Payment) (Attachment to Decree of the Board of Directors of KSEI Number KEP-0039/DIR/KSEI/1213 regarding Regulation of PT Kustodian Sentral Efek Indonesia Number V-D Regarding The Instruction For Book-Entry Settlement of Securities Without Payment (Free of Payment) dated December 18th,2013 is revoked and declared no longer valid.

3. The Implementing Regulation of the Regulation of KSEI Number V-D regarding Free of Payment Instruction including the implementation mechanism shall be further stipulated in the circular letter of KSEI.
4. This Board of Directors Decree will be effective as of its date of stipulation provided that any and all things will be amended and corrected accordingly if there is any mistake in its stipulation and/or it is considered necessary to make any correction over this Decree.

Stipulated in : Jakarta
On the date of : December 17th , 2015

PT Kustodian Sentral Efek Indonesia

Margeret M. Tang
President Director

Syafruddin
Director

Friderica Widiasari Dewi
Director