

**REGULATION OF KSEI NUMBER V-G  
REGARDING  
REPORTING AND SETTLEMENT OF REPO TRANSACTION**

**1. DEFINITION**

- 1.1 Unless specifically stipulated otherwise, all words and/or terms in this regulation shall have the same meaning as those referred to in the Law of the Republic of Indonesia Number 8 Year 1995 regarding the Capital Market, Law of the Republic of Indonesia Number 21 Year 2011 regarding the Financial Services Authority including all of its amendments and all of its implementing regulation.
- 1.2 In this regulation what is meant with:
- 1.2.1 Repurchase Agreement Transaction** which hereinafter will be referred to as “**Repo Transaction**” shall be Securities sale or purchase contract with an agreement to buy back or to resell at the determined time and price, as referred to in the Article 1 Point 1 of Financial Services Authority Regulation Number 9/POJK.04/2015 regarding the Guidelines on Repurchase Agreement Transaction for Financial Services Institution.
  - 1.2.2 PT Kustodian Sentral Efek Indonesia**, which hereinafter will be referred to as “**KSEI**” shall be a company which has obtained business permit from the Financial Services Authority to administer business activity as the Central Securities Depository.
  - 1.2.3 Participant** shall be the Securities Company or Custodian Bank which has opened Main Securities Account at KSEI.
  - 1.2.4 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 constitutes national holidays or which declares as day-off by KSEI.

**1.2.5 Client** shall be Securities account holder at Participant.

**1.2.6 Securities** shall be promissory notes, commercial paper, shares, bonds, evidences of indebtedness, Participation Unit of collective investment contract, futures contracts related to Securities, and all derivatives of Securities, as referred to in the Law regarding the Capital Market.

## **2. REPO TRANSACTION REPORT**

2.1 The obligation on reporting Repo Transaction applies to Equity Securities listed at KSEI.

2.2 The Participant is obliged to make Repo Transaction report upon Repo Transaction for its own interest or for the interest of its Client.

2.3 The Participant is obliged to make Repo Transaction report under the following provisions:

**2.3.1** at the latest at 5.00 pm on 1 (one) Working Days after Repo Transaction is made by the Participant for its own interest or as an agent representing the interest of the Client; or

**2.3.2** at the latest at 5.00 pm on 1 (one) Working Days after instruction from the Client to the Participant to make Repo Transaction report is given by the Client.

2.4 The Participant is obliged to make Repo Transaction report into the system provided by KSEI.

2.5 The Participant shall ensure that information submitted into the system provided by KSEI is in accordance with Repo Transaction and/or Repo Transaction underlying document.

- 2.6 The system provided by KSEI shall issue reference number (external reference) from each Repo Transaction reported by the Participant for the settlement process of Repo Transaction.
- 2.7 Reference number (external reference) as referred to in point 2.6 must be used by the Participant to make overbooking instruction for the settlement purpose of Repo Transaction.
- 2.8 Type of data and mechanism of the reporting of Repo Transaction and the usage of reference number (external reference) for the settlement purpose of Repo Transaction shall be further regulated in a circular letter of KSEI.
- 2.9 Taxes arising out in relation to Repo Transaction shall be the responsibility of the Participant and/or the Client related to the said Repo Transaction pursuant to the prevailing taxation laws and regulation.
- 2.10 KSEI shall only provide reporting system and perform overbooking of Securities and/or funds based on instruction from the Participant. KSEI shall not have any obligation to ensure the fulfillment of rights and obligations of the Participant and/or the Client making Repo Transaction or any related Party to the said Repo Transaction.

### **3. SETTLEMENT OF REPO TRANSACTION**

- 3.1 The Participant is obliged to make settlement of Repo Transaction through C-BEST.
- 3.2 Settlement of Repo Transaction shall be made under the following mechanism:
  - 3.2.1** Settlement of Repo Transaction at KSEI can only be made if the Participant has reported Repo Transaction as referred to in point 2.3.
  - 3.2.2** In the event that settlement of Repo Transaction is made by Free of Payment or Delivery versus Payment, the Participant is obliged to use mechanism as provided in Regulation of KSEI.

- 3.3 In the event that the Participant make settlement as result of Repo Transaction for the interest of the Client, the Participant is responsible for the validity of data and overbooking instruction of Securities and/or funds in accordance with instruction of Repo Transaction settlement given by the Client.
- 3.4 Any legal consequences arising out from the cancellation of Repo Transaction including any penalty occurs on the said cancellation (if any), shall be the responsibility of the Participant.

Stipulated in : Jakarta  
On the date of : December 17<sup>th</sup>, 2015

**PT Kustodian Sentral Efek Indonesia**

**Margeret M. Tang**  
President Director

**Syafruddin**  
Director

**Friderica Widyasari Dewi**  
Director