

To
**The Board of Directors/Principals of
The Account Holders of KSEI**

August 22, 2019

CIRCULAR LETTER
No. SE-0003/DIR-EKS/KSEI/0819

Regarding : **Mechanism for the Overbooking of Fund from and/or to the Clearing Account of KSEI at Bank Indonesia by Using Rupiah Currency in the Framework of Securities Transaction Settlement**

In relation to the amendment to the Regulation of KSEI Number I-D regarding Fund Account (Attachment to the Decree of the Board of Directors of PT Kustodian Sentral Efek Indonesia (KSEI) Number KEP-0020//DIR/KSEI/0615 dated June 3, 2015) to become the Regulation of KSEI Number Fund Account (Attachment to the Decree of the Board of Directors of PT Kustodian Sentral Efek Indonesia (KSEI) Number KEP-0025/DIR/KSEI/0719 dated July 9, 2019, then, hereby we convey the procedure related to the overbooking of fund from and/or to the Clearing Account of KSEI at Bank Indonesia using Rupiah currency in the framework of Securities Transaction settlement as follows:

1. Payment of Fund by the Account Holder

- 1.1. In the event that the Account Holder carries out payment of fund into the Securities Account at C-BEST, then, the Account Holder will be obliged to use public banks which can facilitate the payment of fund by using BI-RTGS instruction in the following instruction format:

Name of Column	Filling-in Column
Types of Payment System at Bank Indonesia	BI-RTGS
Message Type	MT 103
Name of destination bank (Institution Account Name)	PT Kustodian Sentral Efek Indonesia
Code of Destination Bank (Institution Account Code)	KSEIIDJ1
Name of Recipient Account (Beneficiary Customer)	Name of Securities Account at C-BEST
Account Number of Recipient (Beneficiary Customer Account)	Account Number of Securities at C-BEST (the writing of alphanumeric, without space and punctuation in capital letter)

- 1.2. Confirmation of receipt of fund in the clearing account under the name of KSEI at Bank Indonesia will become the basis for KSEI in recording the balance of fund in the Securities Account as referred to in point 1.1;
- 1.3. In carrying out the payment of fund as referred to in point 1.1., the Account Holder will be subject to the prevailing provisions at public banks and Bank Indonesia.

2. **Withdrawal of Fund by Account Holder**

In the event that the Account Holder carries out the withdrawal of fund from the Securities Account at C-BEST, then, the withdrawal of fund aforesaid will be carried out with the following mechanism:

- 2.1. The Account Holder will be obliged to carry out the registration of bank account number for the purpose of withdrawal (Beneficiary Account) at C-BEST with the mechanism as stipulated in point 3 of this Circular Letter.
- 2.2. The Account Holder delivers instruction for the withdrawal of fund through C-BEST by designating the Beneficiary Account number which has been registered at C-BEST.
- 2.3. KSEI executes the instruction for the withdrawal of fund as referred to in point 2.2., to the extent the instruction is delivered in accordance with the deadline stipulated by KSEI and fulfill other requirements stipulated in the procedure of KSEI.
- 2.4. In carrying out the withdrawal of fund as referred to in this provision, KSEI and the Account Holder will be subject to the prevailing provisions at public banks and Bank Indonesia.

3. **Administration of Beneficiary Account by the Account Holder**

The Account Holder will be obliged to register the Beneficiary Account at C-BEST for the purpose of withdrawal of fund at C-BEST with the following mechanism:

- 3.1. The Account Holder registers the Beneficiary Account directly through the Participant Management – Beneficiaries menu.
- 3.2. In the event that the Account Holder utilize the special services from one of the Payment Banks who constitute public banks and is required by the relevant Payment Bank to register the Beneficiary Account, then, the provisions on the administration of Beneficiary Account are as following:
 - 3.2.1. Registration of Beneficiary Account is carried out with the following mechanism:
 - a. The Account Holder will be obliged to submit written notification to KSEI by using a letter the format of which is as referred to in the Attachment I to this Circular Letter.
 - b. The Account Holder and the Payment Bank grant authority to KSEI to register the Beneficiary Account in accordance with the letter as referred to in the Attachment I to this Circular Letter.
 - c. The Account Holder may register more than one Beneficiary Account at the same Payment Bank, to the extent to be used in accordance with the discretion of KSEI.

- 3.2.2. The deletion and replacement of Beneficiary Account is carried out with the following mechanism:
 - a. The deletion of Beneficiary Account must be carried out if the Account Holder wishes to replace the special services of a Payment Bank which is different from the previous Payment Bank, by using a letter the format of which is as referred to in the Attachment II to this Circular Letter. And then, the Account Holder will be obliged to carry out the registration of Beneficiary Account as referred to in point 3.2.1. letter a (Attachment I).
 - b. For the replacement of Beneficiary Account at the same Payment Bank, the Account Holder delivers written notification to KSEI by using a letter the format of which is as referred to in the Attachments I and II to this Circular Letter.
 - c. The Account Holder and the Payment Bank grant authority to KSEI to delete or replace Beneficiary Account in accordance with the letter as referred to in the Attachment I and the Attachment II to this Circular Letter.
- 3.2.3. The application for the registration, deletion or replacement of Beneficiary Account received by KSEI on Working Day before 15.00 WIB will be executed by KSEI on the same Working Day.
- 3.2.4. In the event that the application as referred to in point 3.2.3. is received by KSEI on Working Day after 15.00 WIB, then, it will be executed by KSEI on the subsequent Working Day.
- 3.3. In the event that the Account Holder has no longer use the special services from one of the Payment Banks who constitutes a public bank, then, the Account Holder delivers written notification to KSEI by using a letter the format of which is as attached (Attachment III).
- 3.4. The Account Holder will be responsible for any information delivered to KSEI which is related to the registration, deletion, and replacement of Beneficiary Account, as well as the cessation over the utilization of special services of the Payment Bank as referred to in this point 3.
4. The payment and withdrawal of fund in the framework of Securities Transaction settlement must fulfill the provisions as referred to in this Circular Letter and the procedure stipulated by KSEI.
5. With the effective application of this Circular Letter, then:
 - 5.1. Circular Letter of KSEI Number SE-0002/DIR-EKS/KSEI/0615 dated June 15, 2015, regarding the Types of Currencies and the Technical Utilization of BI-RTGS System and Payment Bank is revoked and declared of being no longer valid;

- 5.2. Circular Letter of KSEI Number SE-0003/DIR-EKS/KSEI/1115 dated November 13, 2015, regarding the Handling of Emergency Condition in the Securities Transaction Settlement at PT Kustodian Sentral Efek Indonesia (KSEI) related to the Disruption to BI-RTGS System and BI-SSSS Generation 2 is revoked and declared of being no longer valid; and
 - 5.3. Circular Letter of KSEI Number SE-0001/DIR-EKS/KSEI/0316 dated March 8, 2016, regarding the Settlement of Fund over Transaction of State-Owned Securities (SBN) for an Account Holder who does not Constitute Custodian Bank, is revoked and declared of being no longer valid.
6. This Circular Letter will be effective starting as of August 22, 2019.

Thus therefore, we convey the above. Thank you for your attention.

Regards,

PT Kustodian Sentral Efek Indonesia

Uriep Budhi Prasetyo
President Director

Syafruddin
Director

Supranoto Prajogo
Director

Copies sent to:

1. The Chief Executive Officer of the Capital Market Supervisor of the Financial Services Authority (OJK);
2. The Deputy Commissioner of the Capital Market Supervisor II of OJK;
3. The Head of Department of the Capital Market Supervisor IIA of OJK;
4. The Executive Director of the Department of Payment System Administration of Bank Indonesia;
5. The Director of Transactions and Securities Institutions of OJK;
6. The Director of Capital Market Regulatory of OJK;
7. The Director of Securities Transaction Supervisory of OJK;
8. The Board of Directors of PT Bursa Efek Indonesia;
9. The Board of Directors of PT Kliring Penjaminan Efek Indonesia;
10. The Association of Indonesian Securities Companies;
11. The Indonesian Custodian Banks Association;
12. The Indonesian Issuers Association;
13. The Payment Banks of KSEI;
14. The Board of Commissioners of KSEI.

IDR

No. : [No. of Letter] Jakarta, (dd-mm-yyyy)
 Regarding : **Instruction for the Registration of Beneficiary Account
 of Rupiah Currency (IDR)**

To
The Head of Custodian Services Division
 PT Kustodian Sentral Efek Indonesia
 In place of seating

Dear Sir/Madam,

In relation to the needs for the overbooking of fund in the framework of Securities Transaction settlement, then, we ask KSEI to carry out the **Registration** of Beneficiary Account **for Rupiah currency (IDR)** at C-BEST with the following information:

Name of Securities Company		: [Name of Securities Company]
Code of Securities Company		: [Code of Securities Company]
Name of Bank*	<input type="radio"/>	Bank Central Asia
	<input type="radio"/>	Bank CIMB Niaga
	<input type="radio"/>	Bank KEB Hana Indonesia
	<input type="radio"/>	Bank Mandiri
	<input type="radio"/>	Bank Negara Indonesia
	<input type="radio"/>	Bank Panin
	<input type="radio"/>	Bank Permata
	<input type="radio"/>	Bank Rakyat Indonesia
	<input type="radio"/>	Bank Sinarmas
Name of Branch of Bank		: [Branch of Bank]
BIC Code		: [BI Code for Bank]
Bank Account No.		: [Account No. at Bank]
Name of Bank Account		: [Name of Account at Bank]
Effective Date of Registration		: [dd-mm-yyyy] (Date on which KSEI carries out the registration of Beneficiary Account)

*) Pick one

Matters related to the utilization of Beneficiary Account aforesaid will become the liability of the Securities Company and/or the Payment Bank in accordance with their authorities.

Thus therefore, we convey this application, thank you for your attention.

Regards,

[Name of Securities Company]

[Name of Bank]

Signature and company seal

Signature and company seal

***[Name of the Authorized Official of the
Securities Company]***

[Name of the Authorized Official of the Bank]

IDR

No. : [No. of Letter] Jakarta, (dd-mm-yyyy)
 Regarding : **Instruction for the Deletion of Beneficiary Account
 of Rupiah Currency (IDR)**

To
The Head of Custodian Services Division
 PT Kustodian Sentral Efek Indonesia
 In place of seating

Dear Sir/Madam,

In relation to the Securities Transaction settlement process, hereby we deliver instruction to KSEI to carry out the **Deletion** of Beneficiary Account **for Rupiah currency (IDR)** with the following information:

Name of Securities Company		: [Name of Securities Company]
Code of Securities Company		: [Code of Securities Company]
Name of Bank*	<input type="radio"/>	Bank Central Asia
	<input type="radio"/>	Bank CIMB Niaga
	<input type="radio"/>	Bank KEB Hana Indonesia
	<input type="radio"/>	Bank Mandiri
	<input type="radio"/>	Bank Negara Indonesia
	<input type="radio"/>	Bank Panin
	<input type="radio"/>	Bank Permata
	<input type="radio"/>	Bank Rakyat Indonesia
	<input type="radio"/>	Bank Sinarmas
Name of Branch of Bank		: [Branch of Bank]
BIC Code		: [BI Code for Bank]
Bank Account No.		: [Account No. at Bank]
Name of Bank Account		: [Name of Account at Bank]
Effective Date of Deletion		: [dd-mm-yyyy] (Date on which KSEI carries out the Deletion of Beneficiary Account]

*) Pick one

Hereby we also deliver the *copy* of form for the previous registration of Beneficiary Account aforesaid. Whereas matters related to the **deletion** of Beneficiary Account aforesaid will become the liability of the Securities Company and/or the Payment Bank in accordance with their authorities.

Thus therefore, we convey this application, thank you for your attention.

Regards,

[Name of Securities Company]

[Name of Bank]

Signature and company seal

Signature and company seal

***[Name of the Authorized Official of the
Securities Company]***

[Name of the Authorized Official of the Bank]

IDR

No. : [No. of Letter] Jakarta, (dd-mm-yyyy)
Regarding : **Instruction for the Cessation of Beneficiary Account
of Rupiah Currency (IDR)**

To
The Head of Custodian Services Division
PT Kustodian Sentral Efek Indonesia
In place of seating

Dear Sir/Madam,

In relation to the Securities Transaction settlement process, hereby we deliver instruction to KSEI to carry out the **Cessation for the Utilization** of Beneficiary Account **for Rupiah currency (IDR)** with the following information:

Name of Securities Company		: [Name of Securities Company]
Code of Securities Company		: [Code of Securities Company]
Name of Bank*	<input type="radio"/>	Bank Central Asia
	<input type="radio"/>	Bank CIMB Niaga
	<input type="radio"/>	Bank KEB Hana Indonesia
	<input type="radio"/>	Bank Mandiri
	<input type="radio"/>	Bank Negara Indonesia
	<input type="radio"/>	Bank Panin
	<input type="radio"/>	Bank Permata
	<input type="radio"/>	Bank Rakyat Indonesia
	<input type="radio"/>	Bank Sinarmas
Name of Branch of Bank		: [Branch of Bank]
BIC Code		: [BI Code for Bank]
Bank Account No.		: [Account No. at Bank]
Name of Bank Account		: [Name of Account at Bank]
Effective Date of Deletion		: [dd-mm-yyyy] (Date on which KSEI carries out the Deletion of Beneficiary Account)

*) Pick one

Hereby we also convey that matters related to the **cessation of utilization** of Beneficiary Account aforesaid will become the liability of the Securities Company and/or the Payment Bank in accordance with their authorities.

Thus therefore, we convey this application, thank you for your attention.

Regards,

[Name of Securities Company]

[Name of Bank]

Signature and company seal

Signature and company seal

***[Name of the Authorized Official of the
Securities Company]***

[Name of the Authorized Official of the Bank]