

**THE DECREE OF THE BOARD OF DIRECTORS OF  
PT KUSTODIAN SENTRAL EFEK INDONESIA**  
Number: KEP-0038/DIR/KSEI/1218

**REGARDING**

**THE REGULATION OF PT KUSTODIAN SENTRAL EFEK INDONESIA NUMBER VII  
REGARDING  
THE INSPECTION OF KSEI**

- Considering :
- a. Whereas in order to perform the supervisory role towards the central Custodian services, the settlement of Securities Transaction, and the Integrated Investment Management System, PT Kustodian Sentral Efek Indonesia ("KSEI") as the Central Securities Depository is authorized to carry out inspection towards the KSEI's services users who are indicated of committing violations or who are involved in the violations against the Regulations of KSEI as mandated in the Law Number 8 of 1995 Regarding Capital Market and its implementing regulations.
  - b. Whereas in the framework of following up the Regulation of the Financial Services Authority Number 28/POJK.04/2016 regarding the Integrated Investment Management System (State Gazette of the Republic of Indonesia Number 149 of 2016), it will be required a stipulation in order to expand the scope of Inspection of KSEI, therefore, it will cover the S-INVEST Users.
  - c. Whereas in order to ensure the utilization of KSEI's services runs orderly, fairly and efficiently, it will be required an improvement of provisions regarding the procedure and scope of Inspection of KSEI in order to maintain the orderliness as well as the regularity of inspection process towards the KSEI's Services Users and the S-INVEST Users over the Regulation of KSEI.
  - d. Whereas based on the considerations as referred to in letter a, letter b, and letter c, then, KSEI considers it necessary to stipulate the amendment to the Regulation of KSEI Number VII regarding the Inspection of KSEI.
- Bearing Mind in :
- a. Law Number 8 of 1995 regarding Capital Market (State Gazette of the Republic of Indonesia Number 64 of 1995, Supplement to the State Gazette of the Republic of Indonesia Number 3608 of 1995).
  - b. Regulation of the Capital Market Supervisory Agency Number III.C.6 Regarding the Internal Control and Administrative Procedures of the Central Securities Depository (Attachment to the Decree of the Chairman of the Capital Market Supervisory Agency Number KEP-29/PM/1998 dated June 19<sup>th</sup>, 1998, regarding the Internal Control and Administrative Procedures of the Central Securities Depository).
  - c. Regulation of the Financial Services Authority Number 28/POJK.04/2016 regarding the Integrated Investment Management (State Gazette of the Republic of Indonesia Number 149 of 2016).
  - d. Regulation of the Financial Services Authority Number 48/POJK.04/2016 regarding the Central Securities Depository Rulemaking Procedure (State Gazette of the Republic of Indonesia Number 277 of 2016).

- e. Regulation of the Financial Services Authority Number 74/POJK.04/2017 regarding the Securities Sub-Account at the Central Securities Depository (State Gazette of the Republic of Indonesia Number 295 of 2017).
- f. Decree of the Chairman of the Capital Market Supervisory Agency Number KEP-54/PM/1998 dated November 11<sup>th</sup>, 1998, regarding the Granting of Business Permit as the Central Securities Depository to PT Kustodian Sentral Efek Indonesia.
- g. Letter of the Board of Commissioners of the Financial Services Authority Number S-1378/PM.21/2018 dated November 30<sup>th</sup>, 2018, regarding the Approval over the Regulation of PT Kustodian Sentral Efek Indonesia Number VII regarding the Inspection of KSEI and Number VIII regarding the Sanctions of KSEI.

**HAS DECIDED**

- To Stipulate :
- 1. Regulation of PT Kustodian Sentral Efek Indonesia (KSEI) Number VII Regarding the Inspection of KSEI as contained in the attachment to this decree.
  - 2. With the effective application of the Regulation of KSEI Number VII regarding the Inspection of KSEI as referred to in Point 1, the Regulation of KSEI Number VII regarding the Inspection of KSEI (Attachment to the Decree of the Board of Directors KEP-0039/DIR/KSEI/1214) is revoked and declared of being ineffective.
  - 3. Further provisions regarding the implementing regulations, the implementing mechanism as well as matters which are not yet sufficiently stipulated in the Regulation of KSEI Number VII regarding the Inspection of KSEI will be stipulated in the circular letter of KSEI.
  - 4. This Decree of the Board of Directors will be effective starting 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 of it is considered necessary to make revision over this Decree of the Board of Directors.

Stipulated in : Jakarta  
On : December 6<sup>th</sup>, 2018

**PT Kustodian Sentral Efek Indonesia**

**Syafruddin**  
Director