

**DECREE OF THE BOARD OF DIRECTORS OF  
PT KUSTODIAN SENTRAL EFEK INDONESIA**  
Number : KEP-0039/DIR/KSEI/1218

**REGARDING**

**REGULATION OF PT KUSTODIAN SENTRAL EFEK INDONESIA NUMBER VIII  
REGARDING  
SANCTIONS OF KSEI**

- Considering :
- a. Whereas the improvement of compliance of Services Users towards the Regulation of KSEI is very required in order to fairly organize central Custodian services and the settlement of Securities Transaction provided by PT Kustodian Sentral Efek Indonesia ("KSEI") as the Central Securities Depository, in an orderly, fair and efficient manner, as mandated in the Law Number 8 of 1995 Regarding Capital Market and its implementing regulations.
  - b. Whereas in the framework of ensuring the utilization of KSEI's services run in an orderly, fair and efficient manner, it is necessary to be supported by a provision which can ensure that KSEI's services could operate in a conducive manner.
  - c. Whereas in order to create orderliness towards the implementation of KSEI's services, it will be required the improvement of provisions regarding the types of Sanctions of KSEI to be imposed, the mechanism of the imposition of Sanctions of KSEI, and the administrative efforts for the Service Users in the framework of maintaining the compliance of KSEI's Services Users towards the Regulation of KSEI.
  - d. Whereas based on the consideration 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 VIII regarding Sanctions of KSEI.
- Bearing in Mind :
- 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 Capital Market Supervisory Agency Number XIV.B.2 regarding the Submission of Application for Objection over Sanctions (Attachment to the Decree of the Chairman of the Capital Market and Financial Institutions Supervisory Agency Number KEP-642/BL/2012 dated December 5<sup>th</sup>, 2012, regarding the Submission of Application for Objection over Sanctions).
  - d. Regulation of the Financial Services Authority Number 48/POJK.04/2016 regarding the Central Securities Depository Rulemaking Procedures (State Gazette of the Republic of Indonesia Number 277 of 2016).

- e. Regulation of the Financial Services Authority Number 44/POJK.04/2016 regarding the Reports of the Central Securities Depository (State Gazette of the Republic of Indonesia Number 273 of 2016).
- 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 VIII Regarding the Sanctions of KSEI as contained in the attachment to this decree.
  - 2. With the effective application of the Regulation of KSEI Number VIII regarding the Sanctions of KSEI as referred to in Point 1, Regulation of KSEI Number VIII regarding the Sanctions of KSEI (Attachment to the Decree of the Board of Directors KEP-0040/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 VIII regarding the Sanctions 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