

**THE DECREE OF THE BOARD OF DIRECTORS OF
PT KUSTODIAN SENTRAL EFEK INDONESIA**
Number: KEP-0035/DIR/KSEI/1121

REGARDING

**EXEMPTION ON THE OPENING OF SECURITIES SUB-ACCOUNT 004 FOR CLIENT ON THE
ACCOUNT HOLDER WHO CONSTITUTES BROKER-DEALER WITH TOTAL NUMBER OF
SECURITIES SUB-ACCOUNTS REACHING THE MAXIMUM LIMIT**

- Considering : a. Whereas PT Kustodian Sentral Efek Indonesia (“**KSEI**”) as the Central Securities Depository supports the program for the increase of Securities Sub-Account opening for new client from the Account Holder who constitutes the Broker-Dealer.
- b. Whereas at the present time, there is a maximum restriction on the opening of Securities Sub-Account, including Guarantee Securities Sub-Account (“**Securities Sub-Account 004**”) for the client on 1 (one) member code of the Account Holder who constitutes the Broker-Dealer in the KSEI’s system.
- c. Whereas KSEI has carried out coordination with PT Kliring Penjaminan Efek Indonesia (“**KPEI**”) to carry out long term development over the total number of digit code of the client on the Securities Sub-Account on each Account Holder in the KSEI’s and KPEI’s system.
- d. Whereas based on the considerations as referred to in letter a, letter b and letter c, KSEI needs time in the development of system for long term solution, therefore, will be required the presence of stipulation over the exemption on the opening of Securities Sub-Account 004 for the client and the requirements for the Account Holder who constitutes the Broker-Dealer as stipulated in this Decree of the Board of Directors.
- Bearing mind in : a. Law Number 8 of the year 1995 regarding 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 Financial Services Authority Number 26/POJK.04/2014 regarding the Guarantee for the Settlement of Exchange Transaction (State Gazette of the Republic of Indonesia Number 361 of the Year 2014, Supplement to the State Gazette of the Republic of Indonesia Number 5635 of the Year 2014).
- c. Regulation of the Financial Services Authority Number 48/POJK.04/2016 regarding the Rule-Making Procedure by the Indonesia Central Securities Depository (State Gazette of the Republic of Indonesia Number 277 of the Year 2016).
- d. Regulation of the Financial Services Authority Number 74/POJK.04/2017 regarding Securities Sub-Account on the Indonesia Central Securities Depository (State Gazette of the Republic of Indonesia Number 295 of the Year 2017, Supplement to the State Gazette of the Republic of Indonesia Number 6163 of the Year 2017).
- e. Regulation of the Financial Services Authority Number 50/POJK.04/2020 regarding the Internal Control of Securities Company Carrying Out Business Activity Broker-Dealer (State Gazette of the Republic of Indonesia Number 274 of the Year 2020, Supplement to the State Gazette of the Republic of Indonesia Number 6587 of the Year 2020).

- f. Regulation of the Financial Services Authority Number 3/POJK.04/2021 regarding the Administration of Activities in the Capital Market Sector (State Gazette of the Republic of Indonesia Number 71 of the Year 2021, Supplement to the State Gazette of the Republic of Indonesia Number 6663 of the Year 2021).
- g. Decree of the Chairman of the Capital Market Supervisory Agency Number KEP-54/PM/1998 dated November 11, 1998, regarding the Granting of Business Permit as the Indonesia Central Securities Depository to PT Kustodian Sentral Efek Indonesia.
- h. Letter of the Financial Services Authority Number S-1302/PM.21/2021 dated October 29, 2021, regarding the Approval over the Application for the Directives Related to the Exemption on the Provisions as the Temporary Solution for the Account Holder of KSEI with Total Number of Securities Sub-Account Exceeding the Maximum Limit.

HAS DECIDED

- To stipulate :
- 1. In the event that the opening of Securities Sub-Account for new client at the Account Holder who constitutes the Broker-Dealer has approached the maximum limit which has been stipulated in the KSEI's system which is totaling to 1.6 million Securities Sub-Accounts, KSEI provides the additional Account Holder code with the non-Clearing Member characteristics.
 - 2. The application for the creation of SID and the opening of Securities Sub-Account of new client will be carried out on the additional Account Holder code from the Account Holder who constitutes the Broker-Dealer and which has been provided with the additional Account Holder code.
 - 3. For new client at the Account Holder who constitutes the Broker-Dealer who will carry out ordering activity of Electronic Initial Public Offering (e-IPO) using the Securities Sub-Account 004 for the purpose of verification process over the availability of ordering fund, the Account Holder who constitutes the Broker-Dealer who has been provided with the additional Account Holder code will shall to open the Securities Sub-Account 001 and the Securities Sub-Account 004 on the main Account Holder code which can accommodate the needs for the opening of such Securities Sub-Accounts.
 - 4. The enforcement of the additional Account Holder code as well as the mechanism for the opening of Securities Sub-Account 001 and Securities Sub-Account 004 as referred to in point 1 and point 2 shall be temporary in nature until the addition of total number of digit code the client stated on the Securities Sub-Account in the KSEI's system is available and it will be effectively enforced on August 29, 2022.
 - 5. With the enactment of this Decree of the Board of Directors of KSEI, then, the provisions as stipulated in the Regulation of KSEI Number I-C regarding Securities Sub-Account (Attachment to the Decree of the Board of Directors Number KEP-0030/DIR/KSEI/1021) is declared remained valid to the extent it does not contradict with or has not yet been replaced by the subsequent Decree of the Board of Directors of KSEI.
 - 6. This Decree of the Board of Directors will be effective starting as of November 16, 2021, provided that any and all matters will be amended and corrected accordingly if there is found any mistake in the stipulation and/or if it is considered necessary to make any correction over this Decree.

Stipulated in: Jakarta
On: November 16, 2021

PT Kustodian Sentral Efek Indonesia

Uriep Budhi Prasetyo
President Director

Supranoto Prajogo
Director