

ANNOUNCEMENT
NUMBER: PENG-8/NB.2/2015

REGARDING
SUSPENSION OF BUSINESS ACTIVITIES
FOR FINANCE COMPANY

It is hereby announced that Financial Services Authority (OJK) has suspended business activities of a finance company that did not comply with the following provisions:

1. **Article 14 of OJK Regulation Number 28/POJK.05/2014 on business licensing and organizational matters for finance company (POJK 28/2014) and Article 4 clause (2) on implementation of Know Your Customers principle for non-bank financial institutions (Finance Minister Regulation PMK 30/2010)**, which basically regulate that a company is obligated to have organizational structure that clearly describes at least these functions: administration and book keeping; marketing, feasibility analysis, financing and billing; risk management, including internal control; and implementation of Know Your Customer principle, along with written exposition about duties, authority, responsibilities and working procedure. The finance company has not submitted information about its organizational structure as imposed in Article 14 of POJK 28/2014.
2. **Article 62 clause (1) of OJK Regulation Number 29/POJK.05/2014 on business management for finance company (POJK 29/2014)**, which basically says that finance company is obligated to submit its plan regarding violation of Article 36 clause (1) and Article 38 of POJK 29/2014 on minimum limit of net financing debt to total asset ratio of 40% and equity to paid-up capital ratio of 50%.

The finance company is:

No.	Name of firm	Location	Announcement letter number
1.	PT Eterindo Pacific Finance	Jakarta	S-393/NB.2/2015 dated October 13, 2015 S-413/NB.2/2015 dated October 27, 2015

With this business activities suspension, the venture capital firm referred above is therefore prohibited from carrying out business activities.

This announcement should be publicized.

Stipulated in Jakarta
On October 27, 2015

On behalf of OJK Board of Commissioners
Deputy Commissioner II for Non-Bank Financial Industry Supervision

Dumoly F. Pardede