

ANNOUNCEMENT  
NUMBER: PENG-3/NB.2/2015

REGARDING  
BUSINESS ACTIVITIES SUSPENSION  
FOR VENTURE CAPITAL FIRM

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

- a. Article 6 clause (2) of Finance Minister Regulation Number 18/PMK.010/2012 on venture capital firm, which says *"After the period of 10 (ten) years referring to clause (1), venture capital firm is obligated to conduct divestment."*
- b. Article 36 clause (1) and clause (2) of Finance Minister Regulation Number 18/PMK.010/2012 on venture capital firm:
  - a. *"The amount of venture capital firm's loan is limited by provision on gearing ratio of 10 (ten) times."*
  - b. *"Venture capital firm is obligated to comply with provision on gearing ratio as referred in clause (1)".*
- c. Article 43 clause (1) of Finance Minister Regulation Number 18/PMK.010/2012 on venture capital firm, which says *"amendment to certain articles of association must be reported to Minister c.q. Chairman attn. Head of Bureau at the latest 15 (fifteen) days after the amendment is approved and noted by authoritative institution"*.
- d. Article 4 clause (1) letter a of Finance Minister Regulation Number 30/PMK.010/2010 on implementation of Know Your Customers principle for non-bank financial institutions, which says *"in effort to implement Know Your Customers principle, non-bank financial services institutions (venture capital firm) are obligated to create special work unit or to assign members of board of directors, or managers, or officials working directly a level under board of directors or managers, who are responsible to handle implementation of Know Your Customers principle"*; and
- e. Article 4 clause (1) letter b of Finance Minister Regulation Number 30/PMK.010/2010 on implementation of Know Your Customers principle for non-bank financial institutions, which says *"in effort to implement Know Your Customers principle, non-bank financial services institutions (venture capital firm) are obligated to stipulate policies and written procedure on customer's receipt, customer's identification and verification, monitoring over customer's account and transactions, and risk management related to Know Your Customers principle laid out in guidance for implementing Know Your Customers principle"*.

The venture capital firm is:

No.	Name of firm	Location	Announcement letter number
1.	PT Ludlow Cpital	Jakarta	S-133/NB.2/2015 Dated April 14, 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 April 14, 2015

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

Dumoly F. Pardede