

**RULE NUMBER III.A.1 : SECURITIES EXCHANGE LICENSING PROCEDURES**

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Attachment :  
Decision of the Chairman of Bapepam  
Number : Kep-02/PM/1996  
Date : January 17, 1996  
Substitute Prior Decision  
Number : Kep-53/PM/1991  
Date : July 23, 1991

1. An application for a business license as a Securities Exchange must be submitted to Bapepam in 4 (four) copies using Form Number III.A.1-1 attachment 1 of this rule.
2. The application for a business license referred to item 1 of this rule shall be accompanied by the following documents:
  - a. the company's deed of establishment that contains the articles of association approved by the Minister of Justice, in accordance with Form Number III.A.5;
  - b. a list of Securities Companies that will be shareholders of the Securities Exchange containing at least 50 (fifty) Securities Companies that have business licenses from Bapepam;
  - c. the Tax Registration Number of the Company;
  - d. the economic justification for establishment of the Securities Exchange including a description of the market it will serve;
  - e. a three-year financial projection;
  - f. a three-year operational plan including the organizational structure, communication facilities, and training programs;
  - g. a list of the candidates for directors and commissioners in accordance with Form Number III.A.3 and officers who answer directly to directors;
  - h. a list of Persons that intend to list Securities on the Securities Exchange;
  - i. draft rules on membership, listing, trading, fungibility of Securities, clearing and settlement of Exchange Transactions, and charges and fees for Exchange services;
  - j. the opening balance sheet of the Company audited by an Accountant registered with Bapepam; and
  - k. evidence of paid in capital in the amount of at least Rp.7.5 billion (seven billion five hundred million rupiah).

3. The economic justification for establishment of the Securities Exchange shall contain at least:
  - a. the potential need for long term funding for business activity in the area concerned;
  - b. the potential accumulated funds which can be absorbed through the capital market in the area concerned;
  - c. the market potential in terms of qualified Issuer candidates expected to list securities on the Securities Exchange in the area concerned (including the condition of Issuers with respect to the soundness of their business, profit potential, share distribution, etc);
  - d. the potential variety of Securities to be traded based on perceived investor interest and desire to invest in the area concerned;
  - e. technical considerations such as availability of needed expertise in Securities trading, software and hardware; and
  - f. supporting factors such as economic prospects, industry in general (domestic income per capita, money supply, the existence of strategic industries, infrastructure conditions, etc.) and the condition as well as potential of financial service industries (banking, insurance and other services).
4. A three-year financial projection which shall contain at least:
  - a. a balance sheet;
  - b. an income statement; and
  - c. a cash flow statement.
5. A three-year operational plan for the Securities Exchange which shall contain at least:
  - a. an estimate of the number of listed Securities and the number of Securities Companies that will be Members of the Securities Exchange;
  - b. the organizational structure including job descriptions, authority and responsibilities of officers who answer directly to directors, and regulations regarding employee affairs of the Securities Exchange;
  - c. the location and floor lay out, and other facilities of the Securities Exchange which assure that Securities trading activities will be orderly, fair, and efficient;
  - d. proposed systems for Securities trading including settlement of transactions, market surveillance and dissemination of market information;
  - e. proposed communication facilities such as telephone, telex, facsimile, and computers; and
  - f. proposed employee recruitment, education, and training programs required.
6. A list of the candidates for directors, commissioners, and officers who answer directly to directors which shall be accompanied by the following documents:

- a. curriculum vitae;
  - b. information on working experience;
  - c. Identification Cards;
  - d. Statements regarding Affiliation with Securities Companies that are Members of the Securities Exchange;
  - e. statements of the fulfillment of requirements of candidates for directors and commissioners;
  - f. photocopies of diplomas which indicate the level of qualification of the persons concerned; and
  - g. a recent photograph of 4x6 cm.
7. The Securities Exchange's membership regulations which shall contain at least the following:
- a. procedures for admission, withdrawal, dismissal, suspension, and readmission as a Member of the Securities Exchange;
  - b. requirements which assure that Securities Exchange Members have a high level of integrity and professionalism;
  - c. rights and responsibilities of Securities Exchange Members which assure fair treatment of all Members of the Securities Exchange;
  - d. provisions regarding discipline and sanctions of the Securities Exchange's members;
  - e. regulations regarding transfer of shares and arbitration settlements among Securities Exchange Members;
  - f. assurance that Securities Exchange Members are free to become members of other Securities Exchanges; and
  - g. inspections with respect to the trading activities and financial condition of the Securities Exchange's Members.
8. Regulations and procedures for Securities listing which shall contain at least the following:
- a. listing procedures, criteria for listing suspension, and criteria for delisting in order to promote a Securities Exchange that will be liquid, efficient, and in accordance with the proposed market segment goals;
  - b. complete and explicit listing, suspending, and delisting procedures;
  - c. the responsibility of Issuers to submit financial statements and other reports for the purpose of disclosing information and monitoring activities in order to assure compliance with listing requirements;
  - d. the establishment of listing fees which do not hamper the development of the Capital Market; and
  - e. the physical requirements of Securities to be traded in the Securities Exchange.
9. Regulations for Securities trading which shall contain at least the following:

- a. that prices will be determined on the basis of market forces;
  - b. provisions that guarantee fair trading based on the market mechanism;
  - c. provisions that guarantee the availability of accurate, actual, timely, extensive, and relatively inexpensive dissemination of market information;
  - d. provisions that guarantee safe, fast, and efficient settlement and registration of transactions;
  - e. the establishment of transaction fees and other charges that will not hamper the development of the Capital Market;
  - f. transaction reports by the Securities Exchange's Members to the Securities Exchange and to their clients; and
  - g. requirements for trading outside the Securities Exchange for Securities listed on the Securities Exchange.
10. Regulations for clearing and settlement of Securities Exchange Transactions shall include among other things:
- a. the clearing process;
  - b. the rights and responsibilities of Securities Exchange Members who engage in Securities Exchange Transactions; and
  - c. regulations for fungibility of Securities.
11. In processing an application for a Securities Exchange business license, Bapepam will examine the completeness and correctness of documents, and may conduct interviews as well as an on the spot inspection, if deemed necessary.
12. A Securities Company that will be a shareholder of a Securities Exchange is prohibited from being Affiliated with another Securities Company that is also a shareholder of the same Securities Exchange through:
- a. ownership, directly or indirectly, of at least 20% (twenty percent) of the shares with voting rights;
  - b. dual positions as a member of the board of directors or commissioners and Securities Company Representative; or
  - c. direct or indirect control of the management and or policies of the companies.
13. Securities may be listed on more than one Securities Exchange.
14. If the application referred to in item 1 of this rule does not meet the requirements, Bapepam will inform the applicant by a letter stating that:
- a. the application is incomplete, using Form Number III.A.1-2 attachment 2 of this rule; or
  - b. the application is rejected, using Form Number III.A.1-3 attachment 3 of this rule.
15. If the application referred to in item 1 of this rule meets the requirements, Bapepam will grant a business license using Form Number III.A.1-4 attachment 4 of this rule.

**FORM NUMBER: III.A.1-1**

Attachment : 1  
 Rule Number : III.A.1

Number : S- .....19....  
 /PM/19...

Enclosure :

Subject : Application for a Securities Exchange Business License.

To:

The Chairman of the Capital Market Supervisory Agency  
 in  
 Jakarta

We hereby submit our application for a Business License as a Securities Exchange. For your consideration, we submit the following data:

1. Name of applicant : .....
2. Address of applicant : .....  
 (Street Name & Number)  
 : .....□□□□  
 (City & Zip code)
3. Name of Securities Exchange : .....
4. Company Tax Registration Number : □.□□□.□□□□.□-□□□
5. Address of Securities Exchange : .....  
 (Street Name & Number)  
 :..... □□□□  
 (City & Zip code)
6. Phone Number & Fax : .....
7. Proposed paid in capital : .....
8. Contact Person : .....

To complete this application, we attach the following documents:

1. the deed of establishment of the company which contains the company's articles of association which conform to Rule Number III.A.5 approved by the Minister of Justice;
2. a list of at least 50 (fifty) Securities Companies, that have business licenses from Bapepam, that are shareholders of the Securities Exchange;
3. the Company's Tax Registration Number;
4. the economic justification for the establishment of the Securities Exchange and a description of the market it will serve;
5. a three-year financial projection;
6. a three year operational plan, including organizational structure, communication facilities, and training programs to be held;
7. the list of the candidates to be the directors and commissioners which conforms to Rule Number III.A.3, and senior officers reporting to the directors;
8. a list of Persons that intend to list Securities on the Securities Exchange;
9. draft rules with regard to membership, listing, trading, fungibility of Securities, clearing and settlement of Exchange Transactions, and charges and fees for exchange services;
10. the Company's opening balance sheet audited by an Accountant registered with Bapepam;
11. proof of paid in capital;
12. answers to questions on attachment 1 (List of Questions) of this form;
13. written statements of directors of Securities Companies that are shareholders of the Securities Exchange, in accordance with attachment 2 of this form;
14. written statements of directors or commissioners of the Securities Exchange, in accordance with attachment 3 of this form; and
15. other supporting documents.

Thank you for your attention.

Applicant,  
stamp duty

.....  
(Full Name)

**FORM NUMBER: III.A.1-1**

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Attachment : 1  
Rule Number : III.A.1

**QUESTIONS LIST****I. INSTRUCTIONS FOR ANSWERING THE QUESTIONS:**

1. All questions (part I and part II) in this application for a license must be answered by the applicant.
2. The questions in part I related to integrity must be answered by the director, commissioner, or official reporting to the directors.
3. Please put a ✓ mark in the box in front of the word “Yes” if the answer is “Yes”, or put a ✓ mark in the box in front of the word “No” if the answer to the question is “No”.
4. For each “Yes” answer, the applicant must provide a clear and detailed explanation which shall include:
  - a. related institutions and individuals;
  - b. cases and dates of the action taken;
  - c. the court or institution taking the action; and
  - d. the action taken or sanction imposed.

**II. THE INTEGRITY OF THE CANDIDATES FOR DIRECTOR, COMMISSIONER OR OFFICIAL****Definitions:**

1. Investment is any activity pertaining to Securities, banking, insurance or mortgages or real estate and includes activities either directly or indirectly related to Securities Companies, Investment Advisors, banks or other companies that are engaged in the financial sector.
2. Officer is an official who reports to directors.

Please answer the following questions:

1. In the past ten years has a candidate for director, commissioner, or Officer been convicted of, pleaded guilty or nolo contendere (no contest) to:
  - a. a felony or misdemeanor involving Investments or an Investment related business, fraud, false statements, embezzlement, bribery, counterfeiting, or extortion?  
 yes                       no

- b. or any other crime?  
 yes                       no
2. Has any court:
- a. ever declared a candidate for director, commissioner, or Officer bankrupt?  
 yes                       no
- b. in the past ten years forbidden a candidate for director, commissioner and Officer from activities related to Investment?:  
 yes                       no
- c. found that a candidate for director, commissioner or Officer was involved in a violation involving Investment or existing regulations, decrees or statutes?  
 yes                       no
3. Has Bapepam ever:
- a. found that a candidate for director, commissioner, or Officer made a false or negligent statement?  
 yes                       no
- b. found that a candidate for director, commissioner, or Officer was involved in a violation of a law, decrees or regulations promulgated by Bapepam?  
 yes                       no
- c. found that a candidate for director, commissioner, or Officer caused an Investment related business to have its business license, approval or Registration Statement suspended, revoked, or restricted?  
 yes                       no
- d. entered an order denying, suspending, canceling the business license, approval or Registration Statement or imposing a sanction restricting the activities of a candidate for director, commissioner, or Officer?  
 yes                       no
4. Has any other authorized organization or institution in Indonesia or abroad ever:
- a. found that a candidate for director, commissioner, or Officer made a false, misleading, dishonest, unfair, or unethical statement?  
 yes                       no
- b. found that a candidate for director, commissioner, or Officer in conducting the activities of a company caused its business license, approval or Registration Statement to be denied, suspended, revoked, or restricted?  
 yes                       no
- c. entered an order against a candidate for director, commissioner, or Officer in connection with an Investment-related business?  
 yes                       no
- d. denied, suspended, or revoked a business license, approval, or Registration Statement of a candidate for director, commissioner, or Officer, or prevented him from associating with an Investment-related business or otherwise disciplined him



- by restricting his activities?  
 yes                       no
- e. revoked or suspended the registration of a candidate for director, commissioner, or Officer as a Capital Market Supporting Professional such as an Accountant, Notary, Lawyer, or Appraiser?  
 yes                       no
5. Has a Securities Exchange ever:
- a. found that a candidate for director, commissioner, or Officer made a false statement or refused to provide required information?  
 yes                       no
- b. found that a candidate for director, commissioner, or Officer was involved in a violation of a law or regulation?  
 yes                       no
- c. found that a candidate for director, commissioner, or Officer caused an Investment-related business to have its business license, approval, or Registration Statement denied, suspended, revoked, or restricted?  
 yes                       no
- d. taken disciplinary action against a candidate for director, commissioner, or Officer by terminating or suspending his or her membership in a Securities Exchange, or by prohibiting or suspending his or her relationship with other members or by limiting his or her activities.  
 yes                       no
6. Has a candidate for director, commissioner, or Officer ever been, or is now, the subject of a court action related to Investments or fraud?  
 yes                       no
7. Has any candidate for director, commissioner, or Officer ever been, or is now, the subject of any civil or criminal court proceedings?  
 yes                       no

### **III. WORK PLAN OF THE STOCK EXCHANGE**

Please answer the following questions on separate sheets.

The work plan for the Securities Exchange will include a financial plan, activities plan, and Securities trading and listing procedures.

1. The financial plan shall include:
- a. a list of the names of prospective Securities Exchange Members as well as issued and paid in capital, periodic charges, transaction-fees, and other costs;
- b. the financial plan for the first three years of operation of the Securities Exchange that contains the following information:
- 1) a breakdown of income sources, and the basis for estimating the expected income;
  - 2) a breakdown of important expenses relating to the operation of the Securities Exchange;

- 3) the proposal for guaranteeing Securities Exchange operations and the estimated costs for the proposed guarantee; and
- 4) a projected balance sheet and the expected cash flows;
- c. details of the Investments of the Securities Exchange including:
  - 1) the development and implementation of information technologies;
  - 2) the hardware system to be used;
  - 3) the development and implementation of systems for physical security;
  - 4) back-up facilities in case of disaster;
  - 5) development and implementation of the proposed internal surveillance system;
  - 6) proposed Investment in land, buildings, and other fixed assets;
  - 7) working capital;
  - 8) the reserve for guarantees; and
  - 9) Other assets.
2. The operational plan shall include:
  - a. the type of Securities to be traded on the Securities Exchange;
  - b. names of Issuers that have been approved to list their Securities to be traded on the Securities Exchange and arrangements for listing fees;
  - c. the plan for Securities clearing and settlement operations;
  - d. the maximum number of transactions which can be processed daily by the Securities Exchange at the beginning of its operations; and
  - e. the operations plan of the Securities Exchange which is proposed for the first three years, will include at least the following items:
    - 1) the expected volume of transactions in the first three years;
    - 2) the capacity of the system to handle the expected volume at the beginning of operations; and
    - 3) a plan to improve the system at the beginning of operations to meet unexpected high trading volume, such as:
      - a) the ability to up-grade the software to increase its capacity to handle increasing trading activities; and
      - b) the ability to up-grade the hardware to increase its capacity to handle increasing trading activities;
    - 4) planned safeguards against the following conditions:

- a) fire or damage to the central processing facilities;
  - b) electricity failure;
  - c) fire or other damage to supporting records;
  - d) theft of Securities, money or records;
  - e) intentional or unintentional deletions in computer files and other records;
  - f) embezzlement by employees or Officers;
  - g) computer crime and changing information contained in computers or other records;
  - h) a plan for maintaining and obtaining spare parts for computers and other equipment; and
  - i) damage or interruption of the communication system;
- 5) location, floor plan, lay out of facilities of the Securities Exchange showing the following:
- a) public areas;
  - b) restricted area(s) for handling Securities;
  - c) restricted area(s) for data processing and accounting;
  - d) communication facilities;
  - e) market information center;
  - f) parking lots; and
  - g) other facilities;
- 6) a flow chart of the operations of the Securities Exchange;
- 7) the computer system used;
- 8) education programs; and
- 9) Securities Exchange rules.
3. The Securities trading procedures plan shall include:
- a. whether Securities Exchange will use a trading floor?
    - yes
    - no
  - b. describe trading activities at the opening of trading hours with respect to:
    - 1) setting the initial price of Securities at the beginning of the trading session; and

- 2) the priority of order execution;
- c. describe in detail the trading procedures starting from placing of orders up to the settlement of Securities transactions;
  - d. how will the Securities Exchange guarantee that orders will be executed based on strict price and time priority?
  - e. how will “good till cancelled” orders be handled?
  - f. on what day will trading data be distributed to Securities Exchange Members to be matched and confirmed by the Securities Exchange?
  - g. How will the Securities Exchange supervise its members to assure that they give priority to the investors’ orders over orders for their own account?
  - h. how will the Securities Exchange assure investors that they will receive complete and timely information regarding their trading activities? When and how will information on trading be provided?
  - i. does the Securities Exchange intend to introduce an electronic trading system in the first three years of operation?
    - yes                       no
  - j. If a Securities Exchange blocks a transaction when there is an indication of irregularity, how long will the blocking continue and explain how the matter will be settled?
  - k. will the proposed trading system provide easy access to order and execution records including the time, frequency, price, and Persons involved so that trading patterns and the possibility of manipulation can be analyzed easily?
    - yes                       no
4. The Plan of Securities listing procedures shall include:
- a. are there any Securities that are already listed on another Securities Exchange that will be listed/traded on this Securities Exchange?
    - yes                       no

if the answer is “yes”, provide the name of the Securities.
  - b. are any Securities, expected to be traded on this Securities Exchange that are of a type not now traded in Indonesia?
    - yes                       no

if the answer is “yes”, state the type of Securities.
  - c. please, provide the proposed conditions and procedures for listing of Securities.
  - d. please, provide the criteria and procedures for delisting.

## 5. Planned Securities Exchange membership rules shall include:

- a. Are there any candidates for Securities Exchange membership that are members of another Securities Exchange?

yes                       no

If the answer is “yes”, please, provide the name(s) of such Securities Exchange member(s).

- b. please, answer the following questions regarding supervision of Securities Exchange Members.

1) how often will the Securities Exchange perform on-the-spot financial inspections of its members? Please, name the Persons in charge of such inspections.

2) will the Securities Exchange provide accounting services, such as:

a) Securities book keeping?

yes                       no

b) customer reports?

yes                       no

c) confirmations?

yes                       no

If answers to the preceding questions are “yes”, please, explain how the services are to be provided.

- c. are Securities Exchange Members required to submit guarantee funds, and authorize the Securities Exchange to use such funds for the protection of investors’ interests?

yes                       no

If the answer is “yes”, please explain it.

## 6. Implementation of the systems

- a. who is responsible for designing and implementing the data processing system of the Securities Exchange?

- b. please, describe the experience and capability of the Persons that are responsible for each of the following systems:

1) publishing and delivering information concerning trading on the Securities Exchange; and.

2) trading automation;

- c. select from the following systems the one that best describes the system to guarantee continuity of the Securities Exchange’s activities.

1) a self-developed system with guarantees provided by other Persons;

- 2) a system with contractual guarantees;
  - 3) a contractual system including a performance guarantee;
  - 4) a system, received as a gift or as a donation, with no guarantee; or
  - 5) others (please describe).
- e. where will back-up records and supporting documents of the Securities Exchange be stored, and a description of any contract made to obtain such place?
  - f. who will be responsible for installing and utilizing the computer system of the Securities Exchange, and what is the experience of such Person(s)?
  - g. who will be responsible for planning and installing the physical security system of the Securities Exchange, and what is the experience of such Person(s)?
  - h. does the Securities Exchange intend to open branches, and if so, when and how will they be connected with the Securities Exchange's operations with regard to procedures for providing services?
  - i. who will be responsible for planning and installing supporting programs including the back-up system, and what is the experience of such Person(s)?
  - j. who will be responsible for auditing and internal controls of the Securities Exchange, and what is the experience of such Person(s)?

7. Economic Rationale for establishing the Securities Exchange

- a. have the operational and financial plans of the Securities Exchange, including fees and other expenses been disclosed and sent in writing to Securities Companies or other Capital Market institutions that will use its services?

yes                       no

If the answer is "yes", attach the supporting documents.

- b. have the Securities Exchange, its members, Issuers, Securities Administration Agencies, or other Capital Market participants that have received the written notification agreed in writing to use the Securities Exchange's services at the stated fees, if and when they are available?

yes                       no

If the answer is "yes", attach a list of such Person(s).

- c. has a study been made comparing the fees to be charged by the Securities Exchange for its services with the costs of users providing such services for themselves?

yes                       no

If the answer is yes, attach a copy of the study.

..... , .....19....  
Applicant,

stamp duty

.....  
(Full Name)

**FORM NUMBER: III.A.1-1**

Attachment : 2  
Rule Number : III.A.1

**STATEMENT LETTER**

(by Directors of a Securities Company that is a Shareholder of The Securities Exchange)

The undersigned:

Name : .....  
Complete address : .....  
.....(Street & Number )  
..... -□□□□□ (City & Zip Code )

as the President Director/Director of Securities Company, PT ....., I certify that the Securities Company, PT ....., which is a shareholder of the ..... Securities Exchange, has no relationship with respect to ownership, management, or control with any other Securities Company that is a shareholder of the ..... Securities Exchange.

If there is a change in the management, or share ownership of Securities Company, PT ....., which causes the company to have a relationship with respect to ownership, management, or control of any other Securities Company that is a shareholder of the ..... Securities Exchange, we will report such change within 3 (three) work-days after the event occurs, to Bapepam and the Directors of the ..... Securities Exchange.

.....  
(Place and date)

PT.....,

stamp duty

(Full Name)  
.....  
President Director/Director



**FORM NUMBER: III.A.1-1**

Attachment : 3  
Rule Number : III.A.1

**STATEMENT LETTER**

(by Directors or Commissioners of a Securities Exchange)

The undersigned:

Name : .....  
Complete Address : .....  
..... (Street & Number)  
..... - □□□□ (City & Zip Code)

as President Director/Director/President Commissioner/ Commissioner of the  
.....Securities Exchange, we state our Affiliation with a Securities Company  
shareholder of the ..... Securities Exchange as indicated below:

Name of Affiliated Persons	Type of Affiliation
----------------------------	---------------------

If there is a change in any Affiliations, I will report it within 3 (three) work-days, to Bapepam and the Directors of the..... Securities Exchange.

.....,  
.....  
(Place and date)  
PT .....

stamp duty

(Full Name)  
.....  
President Director/Director/President  
Commssioner/ Commssioner

**FORM NUMBER: III.A.1-2**

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Attachment : 2  
Rule Number : III.A.1

Number : S- /PM/19. Jakarta ....19..  
Enclosure :  
Subject : Notification of Missing Data in The Application for a Business License as a Securities Exchange.

To:  
.....  
At -  
.....

Referring to your letter Number:..... dated ..... regarding ....., we hereby notify you that, your application is incomplete because it does not contain the following :

1. ....
2. ....
3. ....

With respect to the matters above, we hereby inform you that your application for a Securities Exchange license cannot be granted. Your application will not be further considered until you supply the information referred to above.

Please be advised accordingly.

CAPITAL MARKET SUPERVISORY  
AGENCY  
Chairman,

.....  
NIP.....

- cc:
1. Secretary of Bapepam;
  2. Heads of Bapepam Bureaus.

**FORM NUMBER: III.A.1-3**

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Attachment : 3  
Rule Number : III.A.1

Number : S- Jakarta.....19..  
/PM/19..

Enclosure :  
Subject : Rejection of an Application for  
a Securities Exchange Business License

To:

.....

At -

.....

Referring to your letter Number: ..... dated ..... regarding ..... , after examining your application, we hereby inform you that your application is rejected for the following reasons:

1. ....
2. ....
3. ....

Please be advised accordingly.

CAPITAL MARKET SUPERVISORY  
AGENCY  
Chairman,

.....  
NIP.....

cc:

1. Secretary of Bapepam;
2. Heads of Bapepam Bureaus.

**FORM NUMBER: III.A.1-4**

Attachment : 4  
 Rule Number : III.A.1

**DECISION OF THE CHAIRMAN OF THE CAPITAL MARKET  
 SUPERVISORY AGENCY**

**NUMBER: KEP-        /PM/199...**

**Concerning**

**GRANTING A BUSINESS LISENCE AS  
 SECURITIES EXCHANGE**

**TO PT. ....**

**(Tax Registration Number: □.□□□.□□□.□-□□□)**

**CHAIRMAN OF THE CAPITAL MARKET SUPERVISORY AGENCY,**

- Regarding : Application for a business license as Securities Exchange from PT .....  
 Number: .....date .....
- Considering : that your application has met the requirements established for granting a business  
 license as a Securities Exchange.
- In View Of : 1. Law No. 8 of 1995 on The Capital Market (Statute Book Year Number 64,  
 Supplement to Statute Book Number 3608);  
 2. Government Regulation No. 45 Year 1995 on The Capital Market  
 Organization (Statute Book Year 1995 Number 86, Supplement to Statute  
 Book Number 3617);  
 3. Decision of the Chairman of the Capital Market Supervisory Agency, No.  
 KEP- .../PM/1996 concerning Licensing of Securities Exchanges.

**HAS DECIDED:**

To Enact **DECISION OF THE CHAIRMAN OF THE CAPITAL MARKET**  
 : **SUPERVISORY AGENCY CONCERNING GRANTING A SECURITIES**  
**EXCHANGE BUSINESS LICENSE TO PT.....**

Article 1

Granting a business license as Securities Exchange to PT..... with the  
 headquarters in .....

Article 2

This decision is effective as of the date stated.

Article 3

If this decision is found defective, correction will be made properly

Issued in : Jakarta  
on :

CAPITAL MARKET SUPERVISORY  
AGENCY

Chairman,

.....  
NIP .....

cc:

1. Secretary Bapepam;
2. Heads of Bapepam Bureaus.