

RULE NUMBER IV.B.1 : GUIDELINES FOR THE MANAGEMENT OF INVESTMENT FUND IN THE FORM OF COLLECTIVE INVESTMENT CONTRACT

An Investment Fund in the form of collective investment contract must fulfill the following provisions:

1. The Custodian Bank must calculate and announce the net asset value every Exchange day.
2. Selling or redemption of Participation Unit may be carried out by Custodian Banks or selling agents authorized by the Investment Manager.
3. After notifying Bapepam in writing, Investment Manager may instruct Custodian Bank(s) and selling agent(s) to refuse shareholder redemptions under the following conditions:
 - a. The Securities Exchange, where most of the Securities in the Investment Fund's portfolio are traded, is closed;
 - b. Trading is suspended in most of the Securities in the Investment Fund's portfolio;
 - c. There is an emergency; or
 - d. Any other circumstance as stipulated in the investment management contract after receiving Bapepam approval has occurred.
4. A Custodian Bank is not allowed to issue new Participation Units during a period when redemption is refused.
5. When an Investment Manager takes any action referred to in item 3, it must announce such action to Participation Unit Holders.
6. An Investment Fund or Custodian Bank must refuse any subscription order from subscriber if there is any indication of violation of provision(s) regulated in Bapepam Rule Number V.D.10 concerning Know Your Client Principles.
7. An Investment Manager must perform its duties in good faith and for the interests of the Investment Fund. In the case an Investment Manager does not fulfill its duties, it must be responsible for any damage caused by its negligence.
8. The collective investment contract must specify the rights and responsibilities of all participants in the contract, i.e. between Investment Manager and Custodian Bank which bind the Participation Unit Holders.
 - a. The Investment Manager must:
 - 1) Manage the portfolio in accordance with the investment policy stipulated in the contract and Prospectus and comply with the investment policy no later than 1 (one) year after its Registration Statement is declared effective;

- 1) Arrange the procedures for and confirm that the transfer of all money received from subscribers to a Custodian Bank is not later than the end of the work day following its receipt;
 - 1) Fulfill redemption order of Participation Unit; and
 - 1) Maintain all important records related to financial statements and Investment Fund management as required by Bapepam.
- b. The Custodian Bank must:
- 1) Provide collective custodial services for the Investment Fund;
 - 1) Calculate the net asset value of the investment fund every Exchange day;
 - 1) Pay any expense related to the Investment Fund at the request of the Investment Manager;
 - 1) Keep separate records showing changes in the number of participation Units owned by every Participation Unit Holder, names, citizenships, addresses, and other identities of such Persons;
 - 1) Organize the issuance and redemption of Participation Units as specified in the contract;
 - 1) Ensure that every Participation Unit is issued only after payment is received from the prospective Participation Unit Holder; and
 - 1) Refuse any Investment Manager instruction in writing with carbon copy to Bapepam if such instruction at the time received by Custodian Bank definitely violates the regulations of capital market and or Collective Investment Contract.
9. Expense allocation:
- a. Expenses charged to the Investment Manager consist of:
- 1) Pre-operating expenses;
 - 1) Administrative expenses;
 - 1) Marketing expenses;
 - 1) Printing expenses; and
 - 1) Prospectus Preliminary distribution expenses.
- b. Expenses charged to the Investment Fund portfolio consist of:
- 1) Investment Manager fee;
 - 1) Custodian Bank fee;
 - 1) Insurance expenses, if any;
 - 1) Transaction fees;
 - 1) Prospectus renewal and redistribution expenses; and
 - 1) Other expenses stipulated in the contract.

- c. Expenses charged to the Participation Unit Holders consist of:
 - 1) Selling fees, if any;
 - 1) Redemption fees, if any;
 - 1) Switching fees, if any; and
 - 1) Taxes, if any.
- d. Expenses charged to the investment Manager or Investment Fund consist of:
 - 1) Legal Consultant fees;
 - 1) Public Notary fees; and
 - 1) Public Accountant fees.
- 10. The Investment Manager may assign selling agents to receive sale order or to redeem Participation Units to be submitted to the Custodian Bank.
- 11. The Investment Manager or the Selling Agent must ensure that the Participation Unit subscriber has understood the content of Investment Fund prospectus prior to the purchase of Participation Unit.
- 12. The Investment Manager may set up procedure for Participation Unit redemption.
- 13. The Investment Manager must not be affiliated with the Custodian Bank.
- 14. The Investment Manager of an Investment Fund in the form of Collective Investment Contract is prohibited from causing the Investment Fund:
 - a. To purchase Securities traded on foreign Stock Exchanges whose information is not accessible through mass media or any available internet facility;
 - b. To purchase Securities traded on foreign Stock Exchange whose information is accessible through mass media or any available internet facility with the value of more than 15% (fifteen percent) of the Net Asset Value of Investment Fund;
 - c. To perform hedging transaction on the purchase of Securities traded on foreign Stock Exchange which is greater than the value of Securities purchased;
 - d. To purchase Equity Securities of an Issuer listed in Indonesian Stock Exchange with the value of more than 5% (five percent) of the paid in capital of the Issuer;
 - e. To purchase Securities issued by a corporation with the value of more than 10% (ten percent) of the Net Asset Value of Investment Fund at any time. This restriction also applies to commercial papers issued by banks, excluding Bank of Indonesia certificates and bonds issued by the Government of the Republic of Indonesia.
 - f. To sell Participation Units with the value of more than 2% (two percent) of the total authorized Participation Units of the Investment Fund to any investor, except:
 - 1) To the Investment Manager, solely for his own interest and not for another person's interest. Such purchases are for guarantying payment for redemption of Participation Units by Participation Unit Holders; and

- 1) As an excess of ownership of such Participation Units by Participation Unit Holders because of reinvestment of dividend.
 - g. To purchase Asset Backed Securities with the value of more than 10% (ten percent) of Net Asset Value under the condition that every type of the Asset Backed Securities has the value of no more than 5% (five percent) of the Net Asset Value of Investment Fund;
 - h. To purchase Securities which is not issued through a Public Offering and or not listed in Indonesian Stock Exchanges, except for Money Market Securities and bonds issued by the Government of the Republic of Indonesia;
 - i. To purchase Securities issued by any Person affiliated to the Investment Manager or Participation Unit Holders with the value of more than 20% (twenty percent) of the Net Asset Value of Investment Fund, unless such affiliation is as a result of government participation;
 - j. To place the investment fund in Cash or that equivalent to Cash of less than 2% (two percent) of the Net Asset Value of Investment Fund;
 - k. To be involved in any activity other than Securities investing, re-investing or trading;
 - l. To be involved in any short selling;
 - m. To purchase any Securities on margin;
 - n. To issue bond or credit Securities;
 - o. To be involved in any type of loan, except short term loan relating to the settlement of transaction, and such loan shall not be more than 10% (ten percent) of the value of the Investment Fund portfolio at the time of purchase;
 - p. To purchase any Securities underwritten by its Investment Manager or its affiliates;
 - q. To enter into any joint transaction or profit-sharing contract with the Investment Manager or its affiliates;
 - r. To purchase Asset Backed Securities which are being offered in a Public Offering, whose Investment Manager is the same as that of Investment Fund and or affiliated with the initial creditor of the Asset Backed Securities; or
 - s. To purchase Asset Backed Securities that is not registered with Stock Exchange.
15. In the case where the Investment Manager violates the provision mentioned in item 14 mentioned above, the investment policy, the provisions stipulated in the contract, and any regulation of the capital market:
- a. The Custodian Bank must send a letter of admonition to the Investment Manager with carbon copy to Bapepam no later than 2 (two) days after the violation occurs;
 - b. The Investment Manager must comply no later than 10 (ten) days after the violation occurs.

16. By considering the provision stipulated in item 14 letter f mentioned above, the Investment Manager must restrict the pre-offering subscriptions in building the Investment Fund with the following provisions:
 - a. The total of pre-offering subscriptions must be at least 1% (one percent) and no more than 20% (twenty percent) of the total value of the Participation Units as stated in the contract;
 - b. Each Person making pre-offering subscription may own Participation Unit of no more than 2.5% (two and a half percent) of the total value of the Participation Units as stated in the contract; and
 - c. Persons mentioned in letter b above shall not redeem their Participation Units within 1 (one) year since the effectiveness of the Registration Statement of the Investment Fund.
17. Bapepam shall have the authority to transfer, to freeze, and to hold assets, as well as to authorize other Investment Manager to manage the Investment Fund assets, to liquidate the Investment Fund, and or to perform any other action in order to protect the interest of Unit Holders.
18. The contract of Investment Fund Management in the form of Collective Investment Contract and any amendment thereof must be authenticated by a public Notary.
19. Investment Fund in the form of Collective Investment Contract may only be involved in buying and selling of:
 - a. Securities offered through a Public Offering and or listed in Stock Exchange, either in Indonesia or abroad;
 - b. Domestic money market instruments which have maturity of less than 1 (one) year, including Bank of Indonesia Certificate, Money Market Certificates, Promissory Notes, Certificates of Deposit, either in IDR or any foreign currency, and bonds issued by the Government of the Republic of Indonesia; and
 - c. Domestic commercial papers which have maturity of less than 3 (three) years and have been rated by credit rating agency.
20. The Participation Unit Redemption Form which has been completely received by the Investment Manager by one o'clock in the afternoon of Western Indonesian Time must be processed based on Net Asset Value of the Investment Fund stated at the end of the respective Exchange day.
21. The payment of Participation Unit redeemed by participation Unit Holder must be processed immediately, no later than 7 (seven) Exchange days since the redemption date.
22. The initial Net Asset Value of Investment Fund of each Participation Unit must be Rp 1,000 (one thousand rupiah). Meanwhile, the initial Net Asset Value of Investment Fund denominated in foreign currency must be US\$ 1 (one United States Dollar) or EUR 1 (one Euro).
23. The annual financial statement of an Investment Fund must be audited by an Accountant registered with Bapepam and must be submitted by Investment Manager

- to Bapepam no later than the end of the third month after the period of annual financial statement has ended.
24. A revised prospectus accompanied with the recent annual financial statement must be published by the Investment Manager and submitted to Bapepam no later than the end of the third month after the period of annual financial statement has ended.
 25. The Investment Manager must first notify Bapepam regarding the plan of liquidation and profit sharing of Investment Fund by attaching the following documents:
 - a. Agreement between the Investment Manager and Custodian Bank concerning the liquidation of Investment Fund;
 - b. Reason for liquidation; and
 - c. Latest financial condition of the Investment Fund.
 26. Investment Manager must announce the plan of liquidation and distribution of liquidation proceeds of Investment Fund in 2 (two) Indonesian newspapers which have nation wide circulation no later than 2 (two) Exchange days since the notification to Bapepam. On the same day as the public announcement, the Investment Manager must notify the Custodian Bank to discontinue the calculation of Investment Fund Net Asset Value.
 27. Investment Manager must ensure that the result of Investment Fund liquidation must be proportionally distributed according to composition of Participation Unit amount owned by each Participation Unit Holder.
 28. Investment Manager must submit the report concerning the liquidation and distribution of liquidation proceeds of Investment Fund to Bapepam no later than 2 (two) months since the notification date, complete with Legal Consultant and Accountant opinions and Investment Fund Liquidation Deed From Public Notary.
 29. In the event that an Investment Fund in the form of collective investment contract is liquidated, the Investment Manager is responsible for all expenses related to the liquidation of Investment Fund, including fees for legal consultants, Public Accountants, and other third Persons.
 30. By no means undermining criminal stipulation in capital market, Bapepam may impose sanctions on any violations of this rule, as well as on any Person that causes the violation to occur.