

**ATTACHMENT**

Decision of the Chairman of  
Capital Market Supervisory Agency  
Number : Kep-34/PM/2003  
Date : September 30, 2003

**RULE NUMBER VIII.A.1 : REGISTRATION OF ACCOUNTANT ENGAGING  
IN CAPITAL MARKET ACTIVITIES**

1. An Accountant engaging in capital market activities must be registered with Bapepam and fulfill the requirements stipulated in this rule.
2. Requirements for an Accountant referred to in item 1 are as follows;
  - a. have a business license granted by the authorized institution ;
  - b. have not committed a disgraceful act and or been found guilty of a criminal act in financial sector;
  - c. have a good character and morals;
  - d. have expertise in capital market area, which may be obtained by attending training programs conducted by Accountant professional organization or other party approved by Accountant professional organization;
  - e. agree to attend continuing Advanced Professional Training programs regarding accounting and capital market rules at least 5 (five) professional credit points every year;
  - f. agree to perform activities in accordance with the Public Accountant Professional Standards and Professional Codes of Ethics; and always be independent;
  - g. be a Partner in a Public Accounting Firm which meets the following requirements:
    - 1) the Public Accounting Firm has a business license as an Accounting Firm and is headed by an Accountant who has a business license from the Minister of Finance;
    - 2) the Accountant shall apply at least 2 (two) levels of supervisory control in conducting audits i.e., a Partner who will sign the report and a mid-level supervisor who will supervise the auditing staff;
    - 3) be a member of the Capital Market Accountant Forum (FAPM) of the Indonesian Institute of Accountants-Public Accounting Section;
    - 4) agree to be reviewed externally by the Indonesian Institute of Accountants-Public Accounting Section and or be reviewed by Bapepam regarding the quality control of the Public Accounting Firm; and

- 5) if a Public Accounting Firm has only 1 (one) Partner, it must sign a written agreement with another Public Accounting Firm that has a Partner registered with Bapepam, regarding transfer of responsibilities if the Accounting Firm with only one partner is unable to fulfill its duties.
3. An application for an Accountant to be registered as a Capital Market Supporting Professional shall be submitted to Bapepam in 2 (two) copies, by using Form VIII.A.1-1, attachment 1 of this rule.
  4. Registration application referred to in item 3 of this rule, shall be accompanied by the following documents :
    - a. documents concerning the Accountant :
      - 1) the most current and signed curriculum vitae, which contains working experience as an auditor completed with an explanation on auditing task that had been obtained;
      - 2) a business license from the Minister of Finance;
      - 3) a formal diploma in accounting;
      - 4) tax registration number;
      - 5) a certificate from a Capital Market training program;
      - 6) a stamped statement that the Accountant has never committed a disgraceful act and or been found guilty of a criminal act in the financial sector;
      - 6) a stamped statement that the Accountant agree to attend continuing Advanced Professional Training programs relating to accounting and Capital Market rules;
      - 7) a stamped statement that the Accountant agree to perform activities in accordance with Public Accountant Professional Standards and Professional Codes of Ethics; and to be independent; and
    - b. documents concerning Public Accounting Firm :
      - 1) tax registration number;
      - 2) a business license as an Accounting Firm from the Minister of Finance for an Accountant acting as the head of the Accounting Firm;
      - 3) proof of membership of the Capital Market Accountant Forum (FAPM) of the Indonesian Institute of Accountants-Public Accountant Section;
      - 4) a cooperation agreement with another Public Accounting Firm having a Partner registered with Bapepam, regarding transfer of responsibilities from the accounting firm that has only one Partner if the firm is unable to fulfill its duties;
      - 5) an organization chart showing that in conducting an audit, the Accountant has at least 2 (two) levels of supervision, i.e., a name of a Partner who will sign the report and a name and an occupation of mid-level supervisor who will supervise the auditing staff;
      - 6) a stamped statement that the Public Accountant Firm agree to be externally reviewed by the Indonesian Institute of Accountants-Public Accountant Section and or be reviewed by Bapepam regarding quality control;

- 7) a cooperation agreement, if the Accounting Firm works together with Foreign Public Accounting Firm; and
  - 8) a cooperation agreement, if the Accounting Firm works together with Foreign Audit Organization.
5. If the application referred to in item 3 of this rule is not complete, Bapepam must give a notice to the applicant no later than 45 (forty five) days after the submission of the application, which states that:
  - a. the application is not complete, using Form Number VIII.A.1-2, attachment 2 of this rule; or
  - b. the application is rejected, using Form Number VIII.A.1-3, attachment 3 of this rule.
6. The applicant who is unable to complete the required document within 45 (forty five) days after the letter referred to in item 5 point a. of this rule, is considered withdraw.
7. If the application referred to in item 3 of this rule is complete, Bapepam will issue to the applicant a Capital Market Supporting Professional Certificate no later than 45 (forty five) days after the submission of the application using Form Number VIII.A.1-4, attachment 4 of this rule.
8. Accountant who has license from Bapepam shall:
  - a. attend the Continuing Advanced Professional Training programs referred to in item 2 point e of this rule, and report to Bapepam annually no later than January 15;
  - b. report to Bapepam any changes with respect to data and information from the Accountant and or the Accounting Firm must be reported to Bapepam no later than 14 (fourteen) days after the change occurs.
9. If Public Accounting Firm no longer fulfills the requirements stipulated in item 2 h of this rule, an Accountant registered with Bapepam as a Partner in that Public Accounting Firm may not continue to engage in Capital Market activities.
10. If an Accountant does not attend the Continuing Advanced Professional Training programs referred to in item 8 point a of this rule, Bapepam will impose written admonition. If within 2 (two) years the Accountant has not attended the Continuing Advanced Professional Training programs, Bapepam will impose sanction in the form of suspension of business activity in Capital Market.

If within one year, there is no Continuing Advanced Professional Training program, Chairman of Bapepam may regulate other.

11. 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.

Enacted in : Jakarta  
Date : September 30, 2003

Chairman of Capital Market Supervisory Agency

Signed

Herwidayatmo  
NIP 060065750

Based on the original document  
Executive Secretary

Pande Putu Raka  
NIP 060034443