

**RULE NUMBER VIII.G.6 : GUIDELINES FOR PREPARING A
REPRESENTATION LETTER BY
MANAGEMENT REGARDING ACCOUNTING**

Attachment :
Decision of the Chairman of Bapepam
Number : Kep-42/PM/1996
Date : January 17, 1996

1. To complete the financial statements in the Prospectus, a company must submit a management representation letter to Bapepam regarding the financial statements presented in the Prospectus.
2. The form and content of the representation letter shall be as follows:
 - a. The representation letter date

The date of the representation letter signed by a director of the company shall be in accordance with the date of the comfort letter signed by the accountant, not more than 14 (fourteen) days before the effectiveness of the Registration Statement;
 - b. The representation letter address

The representation letter shall be addressed to Bapepam with a copy to the accountant who conducted the audit of the financial statements in the Prospectus;
 - c. The representation letter contents:
 - 1) a statement that the company's accounting standards are in conformity with generally accepted accounting principles and other capital market practices, and are consistent with those used in the prior period. It is also necessary to give a brief explanation regarding the specific company or industry;
 - 2) a statement that all "assets" of the company on the financial statement date in the Prospectus have been recorded and reported in the financial statements, with an additional note and explanation for each asset that is important, either with respect to a relatively material amount or a specific feature;
 - 3) a statement that all "liabilities" of the company on the financial statement date in the Prospectus have been recorded and reported in the financial statements, with an additional note and explanation for each important liability account, either with respect to a relatively material amount or a specific feature;
 - 4) a statement that all "equities" on the financial statement date in the Prospectus have been recorded and reported in the financial statements, with an additional note and explanation for each important total, either with respect to a relatively material amount or specific feature;
 - 5) a statement that all "income, expenses, profit and loss" on the financial statement date in the Prospectus have been recorded and reported in the financial statements, with an additional note and explanation for each important income, expenses, profit and loss, either with respect to a relatively material amount or specific feature;
 - 6) a statement that all "commitments and contingencies on the financial statement date

in the Prospectus have been reported or disclosed in the financial statements. If there are no commitments and contingencies, that must be stated clearly;

- 7) a statement that all important events, that have occurred after the balance sheet date until the date of the accountant's report, which affect the financial statements have been reported or disclosed in the financial statements, and that the important events after the date of the accountant's report until the effective date which affect the company's financial condition and operational results have been disclosed in the representation letter or submitted to Bapepam and the accountant;
 - 8) a statement of "other important matters", such as :
 - a) all results or minutes of meetings of the board of directors, commissioners, and shareholders until the date of the accountant's report have been presented or submitted to the accountant;
 - b) that there is no dispute related to a business transaction or loan agreement etcetera, up until the date of the accountant's report;
 - c) that there is no legal claim or charge because of a violation of a law or regulation which would affect either the company's financial condition or operating results within the period between the date of the financial statements and the accountant's report;
 - d) that all transactions between the company and outside Persons within the period between the financial statement date and the accountant's report have been conducted fairly, and that no company officials have had a direct self interest in such transactions with the company;
 - e) that all accounting and financial records have been shown to the accountant and there is no concealed matter;
 - f) that there are no transactions with affiliated Persons, except those that have been disclosed in the financial statements;
 - g) that there has been no fraud or unfairness found to have occurred within the period between the date of the financial statements and accountants report; and
 - h) that all of the matters mentioned above in letter a that occurred within the period between the accountant's report and the effective date have been explained in the representation letter or submitted directly to Bapepam and the accountant.
- d. Signing the representation letter

This representation letter is signed by the president director and the director responsible for accounting or finance.