

PT INTI BANGUN SEJAHTERA TBK
INNOVATIVE SOLUTION PROVIDER

AUDIT COMMITTEE

CHARTER

PT INTI BANGUN SEJAHTERA TBK

("Company")

Effective as of February 23, 2018

ANANG FAHKRUPIN
SWORN & AUTHORIZED
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SK. GUB/KDEK Jkt. NO. 2228/2011

CSY.003/IBST-KBJ/2016/V.01 ADMINISTRATIVE DETAILS OF THE POLICY	
Policy Title	Audit Committee Charter
Policy Owner	Audit Committee
Policy Custodian	Corporate Secretary Function
Effective Date of the Policy / Revised Version	February 23, 2018 / Version 02
Policy Code	CSY.001/IBST-KBJ/2018/V.02

SUMMARY OF REVISION			
VERSION	DATE OF REVISION	NAME/DEPT.	REMARKS
	August 1, 2013	-	The Audit Committee Charter was executed by the Board of Commissioners on August 1, 2013.
01	September 27, 2016	Audit Committee	- Adjusting the Audit Committee Charter to Regulation of the Financial Services Authority No. 55/POJK.04/2015 dated December 29, 2015 regarding Establishment and Guidelines for Implementation of the Works of Audit Committee.

			- Executed by the Board of Commissioners on September 28, 2016.
02	February 23, 2018	Audit Committee	<ul style="list-style-type: none"> - Adding sub-Chapter III.1 Duties and Responsibilities in order to be in compliance with Regulation of the Financial Services Authority No. 13/POJK.03/2017 dated March 27, 2017 regarding Use of Public Accountant and Auditing Firm in Financial Services Activities. - Executed by the Board of Commissioners on February 23, 2018.

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I. INTRODUCTION

I.1 Background

In order to promote the improved implementation of good corporate governance and with the intention of complying with the provisions of Regulation of the Financial Services Authority No. 55/POJK.04/2015 regarding Establishment and Guidelines for Implementation of the Works of Audit Committee, the Company is required to establish an Audit Committee. The Audit Committee is a committee established by and responsible to the Board of Commissioners for providing assistance in the performance of the Board of Commissioners' duties and functions.

I.2 Legal References

- a. Regulation of the Financial Services Authority No. 55/POJK.04/2015 dated December 29, 2015 regarding Establishment and Guidelines for Implementation of the Works of Audit Committee ("**POJK 55**").
- b. Regulation of the Financial Services Authority No. 13/POJK.03/2017 dated March 27, 2017 regarding Use of Public Accountant and Auditing Firm in Financial Services Activities ("**POJK 13**").
- c. General Guideline of Good Corporate Governance Indonesia, 2006, issued by the National Committee on Governance Policy ("**GGGCG**").
- d. The Company's Articles of Association ("**AoA**").

II. PURPOSE

This Audit Committee Charter is prepared as guidelines for implementation of the works of the Audit Committee in discharging its duties and responsibilities independently and objectively to assist the Board of Commissioners in performing its supervisory function.

III. DUTIES, RESPONSIBILITIES AND AUTHORITIES

III.1 Duties and Responsibilities

In performing its functions, the Audit Committee has at least the following duties and responsibilities:

1. Financial Statements and Assurance Activity

- a. To review the reliability of financial information to be disclosed by the Company to the public and/or authorities, including financial statements, projections, and other reports relating to the Company's financial information;
- b. Through the work of external auditors, to review the effectiveness of internal controls exercised by management during the process of preparing financial statements to prevent any financial misstatements;
- c. To review feedback related to the Company's accounting and reporting process;
- d. To provide an independent opinion should there be disagreements between management and

- the external auditors with respect to the rendered services;
- e. To review the external auditor's plans and outcomes of activities to ensure the financial statements are adequately reviewed for material misstatements;
 - f. To review the objectivity and independence of the external auditors;
 - g. To give recommendations to the Board of Commissioners regarding the appointment of external auditors based on independence, scope of audit work, and services fee;
 - h. To prepare result of review and recommendation regarding the appointment of external auditors as referred to in letters (f) and (g) above for submission by the Board of Directors to the Financial Services Authority.

2. Risk Management

- a. To review the risk management program and activities carried out by the Board of Directors in the event that the Company has no risk monitoring function under the Board of Commissioners;

- b. To review all risks identified by the Management and ensure that those risks are adequately managed.

3. Internal Auditor

- a. To review the plans, implementation and results of audits performed by the Company's internal auditors and oversee the implementation of follow-up by the Board of Directors on the internal auditors' findings;
- b. To review the objectivity and independence of the Company's internal auditors.

4. Governance and Compliance

- a. To review compliance with all applicable laws and regulations relating to the Company's activities, taking into account the principles of GCG;
- b. To monitor GCG implementation practices within the Company, including CSR programs;
- c. To review possible conflict of interests and advise the Board of Commissioners of any concerns;
- d. To keep confidential all the Company's documents, data and information.

III.2 Authorities

In performing its duties, the Audit Committee has the following authorities:

- a. To access the Company's documents, data and information regarding the Company's employees, funds, assets and resources required;
- b. To directly communicate with the Company's employees, including members of the Board of Directors and any persons in charge of internal audit, risk management and external auditor functions related to the duties and responsibilities of the Audit Committee;
- c. To involve any independent person who is not a member of the Audit Committee required for assisting it in discharging its duties (if necessary); and
- d. To perform any other authorities conferred upon it by the Board of Commissioners.

IV. MEETING POLICY

Meetings of the Audit Committee may be held at any time if deemed necessary, but in any event shall be subject to the following provisions:

IV.1 Meeting Schedule

The meeting of the Audit Committee shall be held regularly at least once every 3 (three) months.

The Audit Committee shall schedule its meeting for the following year prior to the end of the current fiscal year.

IV.2 Meeting Procedure

IV.2.1 A meeting of the Audit Committee may be held if attended by more than 1/2 (one-half) of all its members. In case of no such quorum, the meeting shall be postponed and rescheduled;

IV.2.2 Resolutions of meeting of the Audit Committee shall be adopted in deliberation for consensus;

IV.2.3 The Audit Committee may invite related parties to attend a meeting of the Audit Committee.

IV.3 Minutes of Meeting

The proceedings of any meeting of the Audit Committee, including any dissenting opinion thereat, shall be set out in the minutes of meeting signed by all members of the Audit Committee present at the meeting for submission to the Board of Commissioners through an Audit Committee report.

V. MEMBERSHIP COMPOSITION, STRUCTURE AND QUALIFICATIONS

The members of the Audit Committee are appointed and dismissed by the Board of Commissioners.

The Company's Audit Committee shall consist of 3 (three) persons, namely an Independent Commissioners acting as Chairman concurrently Member and 2 (two) Members from external parties.

In the event that a member of the Audit Committee is unable to perform his/her duties for any reason whatsoever, making the number of members of the Audit Committee lower than 3 (three) persons, the Board of

Commissioners shall appoint a new member of the Audit Committee or any one of the Independent Commissioners for a period of no more than 6 (six) months, until the nomination and appointment of the permanent member of the Audit Committee.

The membership qualifications of the Audit Committee shall be as follows:

- a. members are required to have high integrity, competence, knowledge, experience in accordance with their respective work and good communication skill;
- b. members are required to have a good capability in understanding financial statements, corporate businesses, in particular those related to the Company's services and business activities, auditing processes, risk management, and statutory regulations applicable to Capital Market and other related laws and regulations;
- c. members are required to comply with the Audit Committee's code of ethics specified by the Company;
- d. members are willing to attend various education and training courses for their continuous competence development;

- e. it is required to have at least 1 (one) member who has educational background and experience in accounting and financial sectors;
 - f. members are not an insider of a Public Accounting Firm, Legal Consulting Firm, Appraisal Office or any other party contracted to provide assurance, non-assurance, appraisal and/or consulting services to the Company within the last 6 (six) months;
 - g. members are not someone who works in or has had the authority and responsibility to plan, lead, control, or monitor the Company's activities within the last 6 (six) months, except as an Independent Commissioner;
 - h. members have neither direct nor indirect share ownership in the Company;
 - i. if a member of the Audit Committee acquires any of the Company's shares directly or indirectly due to any legal circumstance, any such shares shall be transferred to another person within no later than 6 (six) months upon acquisition of any such shares;
 - j. members have no affiliate relationship with any members of the Board of Commissioners, Board of Directors or major shareholders of the Company;
- and

k. members have no business relationship either direct or indirect in relation to the business activities of the Company.

The members of the Audit Committee are required to attend trainings administered by the Company for them and comply with the applicable Company's Regulations.

VI. TERM OF OFFICE

The term of office of members of the Audit Committee shall be no longer than the term of office of members of the Board of Commissioners as specified in the Company's Articles of Association, namely 5 (five) years, and may be reappointed only for the next 1 (one) period.

VII. WORK METHODS AND PROCEDURES

1. The Audit Committee shall prepare the annual work plan, covering meeting schedule, agenda, parties to be invited to the meeting such as external auditors, the Company's management, internal auditors and/or any other parties as may be deemed necessary to support the performance of its duties and responsibilities.
2. The agenda of meeting of the Audit Committee shall be adjusted to the Company's annual work plan including, but not limited to, discussion of financial statements and/or compliance with relevant statutory regulations.

3. The performance of duties and responsibilities of the Audit Committee as well as opinions and suggestions provided shall be based or dependent on information made available by the Company's management, external auditors and other internal and external parties.
4. The performance of the Audit Committee's duties shall be administratively coordinated by the Corporate Secretary.

VIII. REPORTING AND ACCOUNTABILITY

The Audit Committee shall submit:

1. a written report to the Board of Commissioners at least once every semester presenting activities and recommendations of the Audit Committee as well as any significant issues requiring the Board of Commissioners' attention;
2. a special report to the Board of Commissioners in case of special assignment; and
3. annual report of performance of activities of the Audit Committee disclosed in the Company's Annual Report.

IX. HANDLING OF VIOLATIONS OR WHISTLEBLOWING

The Audit Committee shall review any complaints/reports regarding alleged violation with respect to financial reporting and advise the Board of Commissioners of the results of such review and instruct the Board of

Directors to conduct necessary follow-ups and actions, in accordance with the Company's policies and the prevailing regulations.

X. CLOSING

This Charter is effective as of September 28, 2016 and may be evaluated periodically for improvement.

If there is any discrepancy between the provisions contained in this charter and the prevailing statutory regulations, the provisions of the prevailing statutory regulations shall prevail.

Executed in Jakarta, on February 23, 2018

PT INTI BANGUN SEJAHTERA TBK

BOARD OF COMMISSIONERS

[signed]

FARIDA BAU

President Commissioner

[signed]

SOEBIANTORO

Commissioner

[signed]

KANAKA PURADIREJJA

Independent Commissioner

I, **Anang Fahkcrudin**, residing at Jl. Kalibata Timur Raya No. 12, Kel. Kalibata. Kec. Pancoran, South Jakarta, (anangf@gmail.com), a sworn and authorized translator, by virtue of Jakarta Capital Territory Governor's Decree No. 2228/2015, practicing in Jakarta, do solemnly and sincerely declare that the foregoing document is a true and faithful translation from Indonesian into English of the original version.

Jakarta, April 10, 2019

ANANG FAHKCRUDIN
SWORN & AUTHORIZED
TRANSLATOR
SK. GUB KDKI Jkt. NO. 2228/2015