

PT Bhuwanatala Indah Permai Tbk

# INTERNAL AUDIT CHARTER

Directors of PT Bhuwanatala Indah Permai Tbk (the "**Company**") have stipulate Internal Audit Charter (*Internal Audit Charter*) as guidance for the auditor of the Company in order to perform their duties in a professional manner, obtaining the results of the audit in accordance with quality standards, and is acceptable to all both internal and external parties.

The Internal Audit Charter sets structure, duties, authority, responsibility, and organizational requirements of the Internal Audit Unit of the Company, as follows:

## ARTICLE 1

### STRUCTURE AND STATUS

Based on the Decree of Directors No. 0 25 / SKD-RSO / 12-2009 concerning the revision of the organizational structure of the Company, as well as based on government rules and regulations in the areas of capital markets, the structure and the position of Internal Audit Unit are as follows:

1. Internal Audit Unit is led by a Head of Internal Audit Unit.
2. Head of Internal Audit Unit is appointed and dismissed by the the President Director of the Company the approval Board of Commissioners of the Company.
3. President Director of the Company can discharge the Head of the Internal Audit Unit, after obtaining the approval from Board of Commissioners of The Company, if the head of the Internal Audit Unit does not qualify as an auditor of the Internal Audit Unit as set out in this rule and failing or incompetent or run errands.
4. Head of Internal Audit Unit is responsible to President Director of the Company.
5. Internal Audit Unit stand-alone, independent of other units as well as parts and not perform the tasks in the operations of other units of the Company.

## ARTICLE 2

### DUTIES AND RESPONSIBILITIES

Internal Audit has duties and responsibilities as follows:

1. set and implement the annual plan of Internal Audit.
2. test and evaluate the implementation of the internal control and risk management system in accordance with Company policy.
3. examination and assessment of the efficiency and effectiveness of finance, accounting operations, human resources, marketing, information technology and other activities.
4. provide suggestions for improvements and objective information about the activities examined at all levels of management Company.
5. make the audit report and submit the report to the President Director and the Board of Commissioners of the Company.
6. monitor, analyze and report on implementation of the improvements that have been suggested.
7. cooperate with the Audit Committee Company.

8. put together a program to evaluate the quality of the internal audit activity does.
9. examine the system operating procedures of the Company.
10. conduct special inspections if necessary.

### ARTICLE 3 AUTHORITY

In performing its duties Internal Audit Air treatment :

1. to access all the information of the Company which is relevant to the duties and functions.
2. to communicate directly with the Board of Directors, Board of Commissioners, and/or the Audit Committee The Company and a member of the Board of Directors, Board of Commissioners, and/or Committee Audit.
3. hold regular meetings and incidental Board of Directors, Board of Commissioners, and / or the Audit Committee of the Company.
4. to coordinate its activities with the activities of the external auditor.

### ARTICLE 4 CODE OF ETHICS

Internal Audit is expected to refer to the code of conduct established by the association in Indonesia Internal Audit and Internal Audit internal ethical code s ional, which always apply and uphold the basic principles, among others:

1. **Integrity.** Integrity of internal auditors strengthen confidence and hence the basis for reliance on their judgment.
2. **Objectivity.** Internal auditors show professional objectivity at the highest level when the gather, evaluate, and report information on the activity or process being tested. Internal auditors conduct a balanced assessment on all the relevant conditions and is not affected by its own interests or the interests of others in making his decision.
3. **Confidentiality (Confidentiality).** Internal auditors respect the value and ownership of information they receive and do not disclose information without the consent of the competent authorities, except when required to do so by lawsuits or profession.
4. **Competence.** Internal auditors apply the knowledge, skills and experience required in the implementation of internal audit services.

### ARTICLE 5 TERMS OF INTERNAL AUDIT

Terms and requirements of the Internal Audit Unit, among others:

1. have integrity and professional behavior, independent, honest, and objective in the execution of their duties.
2. has the technical knowledge and experience regarding the audit and other relevant disciplines in their respective sectors.
3. have knowledge of the legislation in the field of capital markets and legislations related.
4. have the ability to interact and communicate both verbally and in writing effectively.
5. required to adhere to professional standards issued by the Auditing Internal Association.

6. shall comply with the code of conduct Internal Audit.
7. shall maintain the confidentiality of information and / or data related to the company's implementation of the tasks and responsibilities of the Internal Audit except as required by legislation or establishment / court decision.
8. understand the principles of good corporate governance and risk management.
9. is willing to improve the knowledge, skills and professional capabilities continuously.
10. does not hold any office tasks and auditors and executive who sat in the internal audit unit of the implementation of the operational activities of the Company and subsidiary of the Company.