

# **AUDIT COMMITTEE CHARTER**

## **PT Bhuwanatala Indah Permai Tbk (the "Company")**

### **1. Understanding**

- a. **The Audit Committee** is a committee established by the Board of Commissioners of PT Bhuwanatala Indah Permai Tbk to assist the BOC examination or investigation that are considered necessary to the performance of their functions in the Management Board of Directors of PT Bhuwanatala Indah Permai Tbk.
- b. **Affiliates** are:
  - 1) Kinship by marriage and descent to the second degree, both horizontally and vertically;
  - 2) The relationship between employees, directors, or the Commissioner of the Party;
  - 3) The relationship between the two (2) companies in which there are one or more members of the Board of Directors or Board of Commissioners of the same;
  - 4) The relationship between the company, either directly or indirectly controlling or controlled by the Company;
  - 5) The relationship between the two (2) companies that are controlled directly or indirectly by the same Person; or
  - 6) The company's relationship and the Main Shareholders.
- c. **Independent Commissioner**, are commissioners:
  - 1) Not affiliated with the controlling shareholders;
  - 2) Not affiliated with the Director and / or other Commissioners;
  - 3) Not working as a director in other companies affiliated with the Company;
  - 4) Understanding the laws and unda n gan in the capital market.
- d. **Company** is PT Bhuwanatala Indah Permai Tbk

### **2. Organization of the Audit Committee**

- a. Audit Committee members are appointed and dismissed by the Board of Commissioners.
- b. The Audit Committee consists of at least 1 (one) Independent Commissioner and at least two (2) other members from outside the Company.
- c. One member of the Audit Committee are derived from the Company's Independent Commissioner to act as Chairman of the Audit Committee.

### **3. Requirements Into Member**

- a. High integrity, ability, knowledge and experience are adequate sesai with education background, and able to communicate well.
- b. Have enough knowledge to read and understand financial statements.
- c. Shall comply with the code of conduct set by the Audit Committee of the Company.
- d. Willing to increase the competence continuously through education and training.
- e. One one of the members of the Audit Committee has the educational background of accounting or finance.

- f. Is not a person in a public accounting firm that provides audit and non-audit or within 6 (six) months.
- g. Are not employees who work or have the authority and responsibility for planning, directing, controlling or supervising the activities of the Company within six (6) months, unless an Independent Commissioner.
- h. No shares, either directly or indirectly to the Company.
- i. Not affiliated with the Company, commissioners, directors or shareholders of the Company.
- j. Does not have a business relationship, directly or indirectly related to the Company's business activities.
- k. Not also members of the Audit Committee of the issuer or any other public company in the same period.

#### **4. Duties and Responsibilities of Audit Committee**

The Audit Committee provides independent professional opinion to the Board of Commissioners regarding reports or matters submitted by the Board of Directors to the Board of Commissioners as well as identify issues that require the attention of the Board of Commissioners, which include the following:

- a. Reviewing the financial information to be published by the Company such as financial reports, projections and other financial information.
- b. Reviewing the companies' compliance with laws and regulations in the field of capital markets and other legislation relating to the Company's activities.
- c. Gives opinion independently in the event of disagreements between management and accounting for services rendered.
- d. Provide recommendations to the Board on the appointment of accountants based on independence, the scope of the assignment and the fee.
- e. Reviewing the implementation of audit by internal auditor and oversee the implementation of the follow-up by the Board of Directors on the findings of the internal auditor.
- f. Reviewing the implementation of risk management activities carried out by the Board of Directors, if the Company does not have a risk monitoring function under the Board of Commissioners.
- g. Examine complaints relating to accounting and financial reporting processes of the Company.
- h. Reviewing and providing advice to the Board in relation to the potential conflict of interest of the Company.
- i. Maintaining the confidentiality of documents, data and information of the Company.

#### **5. Privileges Committee**

In carry out duties of the Audit Committee shall have the authority as follows:

- a. Accessing the documents, data, and information about the Company's employees, funds, assets and other resources of the Company relating to the implementation of the tasks.
- b. Communicate directly with employees, including Directors and those who perform the function of internal audit, risk management and accounting-related duties and responsibilities of the Audit Committee.
- c. Involve independent outside members of the Audit Committee required to assist the implementation of the duties (if required).
- d. Perform other powers granted the Board of Commissioners.

#### **6. Audit Committee Meeting**

- a. Audit Committee convene at least once in three (3) months. Meetings led by Chairman of the Audit Committee or the Audit Committee member of the

- most senior, when the Chairman of the Audit Committee was unable to attend.
- b. Audit Committee meetings attended by at least ½ (one half) of the members. The meeting can be attended by the Commissioner.
  - c. If deemed necessary to invite Audit Internal or external auditors to attend the meeting of the Audit Committee.
  - d. Audit Committee meeting decision was taken by consensus.
  - e. The Audit Committee in carrying out its duties can hold meetings on a regular basis together with the Board of Directors and / or Board of Commissioners.
  - f. The results of the Audit Committee meetings are recorded in the minutes of meetings, including if there are differences of opinion, which was signed by all members of the Audit Committee were present and submitted to the Board of Commissioners.

## **7. Reporting**

- a. The audit committee shall make a report to the Board on the implementation of the tasks that have been given.
- b. The Audit Committee shall submit reports on its activities to the Board of Commissioners.
- c. The Company shall submit to the Financial Services Authority on the appointment and dismissal of the Audit Committee within a maximum period of 2 working days after the appointment and / or dismissal.
- d. Information appointment and dismissal shall be posted on the BEI website, the website of the Company.

## **8. Work Period**

- a. Audit Committee member terms should not be longer than the term of office of the Board of Commissioners of the Company and may be re-elected only for one (1) term.
- b. If the Independent Commissioner and the Chairman of the Audit Committee quit before his term as Commissioner, the Chairman of the Audit Committee established by the Board of Commissioners.
- c. The cost for the implementation of the activities charged to the Company's Audit Committee.

## **9. Cover**

- a. The Charter will be posted on the Company website.
- b. The Audit Committee Charter can be updated at any time by adjusting the developments and changes in regulations.