

INDONESIA ANNEX

Application

This Annex applies where the Market(s) include any Indonesian Securities exchange.

Applicable terms

The following is a high level summary of the Indonesian short selling restrictions with which the Client agrees to comply. The Client further agrees to keep itself informed of any updates to these restrictions during the term of its access to and/or use of the Electronic Services, to comply with such updates and to seek all necessary independent advice.

Under Indonesian capital market law, a “**short selling transaction**” means a transaction of selling securities where such securities are not owned by seller when the transaction is executed. A party to a short contract is not considered as the shareholder of a public company under the short contract. Accordingly, there are no filing requirements until and unless a party “*legally*” owns shares at which time certain prescribed reports to the Indonesian Financial Authority Services (“*Otoritas Jasa Keuangan*” or OJK) or previously known as Bapepam LK must be made.

For exercising a short selling transaction, the Client agrees to the following:

- (a) it must deposit at least 50% of the short selling transaction or IDR 200,000,000 (whichever is higher) as initial collateral;
- (b) the value of the collateral must be not less than 150% of the short selling transaction value at the time of the transaction, which should be maintained at not less than 135% of the fair market value of the relevant securities at the short position; and
- (c) if the collateral value decreases or the fair market value of the securities in a short position increases and the collateral value decreases to less than 135%, the securities company, must make a margin call to ask the Client to deposit additional collateral, and the Client must meet the margin call, so that the 135% requirement is satisfied. If the Client does not comply within three days, the securities company must provide cover and on day four purchase shares of the short selling transaction to satisfy the 135% requirement. If the collateral value is less than 120% of the fair market value of securities in a short position, the securities company must purchase shares until the 135% requirement is satisfied.

In addition to the above, the Client must have a securities account with the securities company and must open a security financing account for the purpose of short selling.