

CHARTER OF THE AUDIT COMMITTEE OF PT BAKRIELAND DEVELOPMENT Tbk

1. Background and Objective

The Audit Committee is a committee established by and reports to the Board of Commissioners for the purpose to assist the implementation of tasks and function of the Board of Commissioner. The main function of the Audit Committee is to assist the Board of Commissioner in fulfilling the supervisory responsibility over the financial reporting process, the implementation of the business and financial risk management as well as the related internal control system, the audit process by both Internal and External Audits and the implementation of Good Corporate Governance in the management of the company.

Upon performing its tasks, the Audit Committee holds meetings with related parties, they are the Board of Directors, Risk Management Officer, Members of the Management, Internal Auditor and External Auditor.

Upon performing its supervisory role, the Audit Committee relies on information obtained from the Board of Directors, Risk Management Officer, Members of the Management, Internal Auditor and External Auditor and shall not serve the dual role.

The Audit Committee carries out its function in accordance to the regulations disclosed by Financial Services Authority (Otoritas Jasa Keuangan), the Indonesia Stock Exchange and other regulators.

2. Scope of Responsibility

The Audit Committee is responsible for its oversight function on the following matters :

2.1 Financial Report

Conduct oversight on the Company's financial reports published for the interest of the public.

2.2 Risk Management

Obtain information on the implementation of risk management activities conducted by the Management.

2.3 Internal Control

Through the works of the Internal and External Auditors by conducting oversight on the internal control effectiveness implemented by the Management in managing the Company's business and financial statement presentation.

2.4 Assurance

- a) Conduct review over activity plans and results carried out by the Internal Auditor in convincing that operational activities are in accordance with the Company's regulations and regulations published by the Authorities.
- b) Conduct review over activity plans and results carried out by the External Auditor in convincing that the financial reports are free of material misstatement.

2.5 Objectivity and Independence.

Conduct review over the objectivity and independency of the Internal and External Auditors.

2.6 Corporate Governance

Conduct oversight on the implementation of Good Corporate Governance and monitoring over the Company's compliance on applicable rules and regulations, conflict of interest and business ethics.

3. Authority of the Audit Committee

3.1 The Board of Commissioners provide the Audit Committee with the authority to conduct oversight on each activity within its scope of function, and at any given time is allowed to seek and request information required from the following :

- a) Board of Directors;
- b) Each employee (and all employees are directed to cooperate and fulfill any requirements asked for by the Audit Committee);
- c) Internal and External Auditors and;
- d) Other related parties.

3.2 The Audit Committee is authorized to request the following reports :

- a) Annual and Quarterly Financial Reports;
- b) Activity report highlights of the Risk Management Officer and Internal Auditor, including significant findings identified by the Internal Auditor;
- c) Report highlights on significant legal matters and on compliance identified by the Legal Department;
- d) Other reports and information required by the Audit Committee.

These reports shall come in the forms which have been mutually agreed upon.

3.3 Upon received approval from the Board of Commissioners, the Audit Committee may request assistance from an independent consultant and other professional services, with costs to be borne by the Company.

3.4 Exercise other authorities provided by the Board of Commissioners.

4. Duty and Responsibility of the Audit Committee

The Audit Committee independently exercise its duty and responsibility over the following :

- 4.1 Make a report to the Board of Commissioners for each assignment
- 4.2 Prepare report to be included in the annual report which includes the activities of the Audit Committee;
- 4.3 Conduct oversight on financial information to be published by the Company, such as on financial statements, projections and other financial information;
- 4.4 Conduct oversight on the Company's compliance to the regulations related to the Capital Market and other regulations related to the Company's business activities;
- 4.5 Conduct oversight on plans and implementation of assessments carried out by the Internal Auditor and supervise its further handling;
- 4.6 Conduct oversight on the implementation of risk management activities carried out by the Management;
- 4.7 Conduct review and report to the Board of Commissioners on complaints related to the Company's financial reporting;
- 4.8 Withhold confidentiality of the Company's documents, data and information;
- 4.9 Evaluate the performance of the External Auditor based on the independence, scope of the assignment, and service fees, and recommend its appointment to the Board of Commissioners;
- 4.10 Conduct oversight on External Audit plans and supervise the works conducted by the External Auditor;
- 4.11 Provide independent outlook on situation of dissent (difference of opinion) between the Management and the External Auditor;
- 4.12 Review and provide recommendation to the Board of Commissioners on potential conflict of interest.

5. Audit Committee Organization and Membership

- 5.1 The Company's Audit Committee consists of 3 independent members and led by an Independent Commissioner appointed by the Board of Commissioners;
- 5.2 Membership requirements of the Audit Committee is in accordance with the requirements stipulated by the Financial Services Authority (Otoritas Jasa Keuangan) and Indonesia Stock Exchange (BEI) regulations, including the independency requirement and at the least one member must be qualified with the expertise and experience in the fields of accountancy and finance;

- 5.3 Resignation from membership of the Audit Committee must be stated in writing and delivered to the Board of Commissioners at the latest one month prior to the effective date of resignation;
- 5.4 In the event that for any reason a member cannot perform his/her duties, which would reduce the number of members of the Audit Committee
- 5.5 The term of office of the Audit Committee is the same as that of the Board of Commissioners based on the Company's Articles of Association and may be reappointed for a maximum of one additional term.
- 5.6 Member of the Audit Committee is obligated to comply with the Company's Code of Conduct;
- 5.7 The Audit Committee is obligated to improve its competency through education and training.

6. Meetings of the Audit Committee

- 6.1 The Audit Committee convene as required, at minimum once every three months;
- 6.2 The Audit Committee may invite other related parties to attend the Audit Committee meetings;
- 6.3 Results of the each meeting shall be documented in the form of Minutes of Meeting and signed by all members present at the meeting.
- 6.4 The meeting quorum is at minimum of 2/3 (two-third) of the total number of members. Should a meeting do not meet quorum, the meeting is to be suspended and rescheduled;
- 6.5. Decisions to be taken by the Audit Committee are based on deliberation and consensus. Should difference of opinions occur, such differences shall be noted within the related Minutes of Meeting.
- 6.6. Minutes of Meeting to be submitted to the Board of Commissioners.

7. Amendment the Charter of the Audit Committee

The Audit Committee reviews and updates the Audit Committee Charter as necessary and changes to be made must be approved by the Board of Commissioners.

In the case should incompatibility occur between the Audit Committee Charter and the prevailing regulations, the latter shall apply.