

INTERNAL AUDIT CHARTER

SAMUDERA INDONESIA

INTRODUCTION

The Internal Audit Charter of Samudera Indonesia is established in reference to Otoritas Jasa Keuangan regulation No 56/POJKT.04/2015 and The International Standards for the Professional Practice of Internal Auditing (Standards) of The Institute of Internal Auditors (IIA).

Samudera Indonesia is defined as PT Samudera Indonesia Tbk dan its subsidiaries.

VISION & MISSION

VISION

To enhance the competitive advantage of Samudera Indonesia through evaluation and enhancement of corporate governance effectiveness, risk management and internal control.

MISSION

To strengthen and protect organizational value by providing risk-based and objective assurance, advice and insight

ORGANIZATIONAL STRUCTURE AND STATUS

- a. The internal audit function of Samudera Indonesia is undertaken by the Corporate Internal Audit (CIA) which is led by a Division Head and reports directly to the President Director.
- b. To support independence and ensure the smooth audits and the authority to monitor the follow-up of audit results, CIA can communicate directly with the Board of Directors, the Board of Commissioners and the Audit Committee to inform various matters related to the audit.
- c. CIA has the full support of the Board of Commissioners and the Board of Directors to work without any interference from any party.
- d. The Head of CIA is appointed and dismissed by the President Director with the consent of the Board of Commissioners

SCOPE

The scope of internal audit includes, and not limited to the adequacy and effectiveness of governance processes, risk management and internal control as well as performance to support the achievement of company goals which include the functions and activities of Divisions, Subsidiaries and Joint Ventures. Including work submitted to external parties who are officially assigned by the President Director.

DUTIES & RESPONSIBILITIES

- a. Assist and support the President Director and the Board of Commissioners in implementing their supervisory role by providing assurance and consulting services.
- b. Develop and implement Annual Audit Plan.
- c. Provide adequate assurance by conducting an objective test of the adequacy and effectiveness of corporate governance, risk management and internal control.
- d. Provide suggestions for improvement and objective information about the activities examined at all levels of management.
- e. Evaluate the effectiveness of the use of resources and budgets.
- f. Prepare Internal Audit Reports and submit them to Board of Directors and Board of Commissioners.

- g. Monitor, analyze and report on the implementation of the recommended improvements.
- h. Take role as a consultant for the Company whose nature and scope are mutually agreed upon, aiming to provide added value and improve the processes of corporate governance, risk management and internal control.
- i. Cooperate with the Audit Committee.
- j. Develop programs to evaluate the quality of internal audit activities.
- k. Conduct special audit, as and when necessary

AUTHORITY

- a. The head of CIA is given the freedom to determine audit methods and approaches in accordance with the profession and internal audit standards.
- b. CIA has full and unrestricted access to all relevant data, properties, and personnel information of Samudera Indonesia.
- c. The head of CIA can hold intensive meetings with the Board of Directors, the Board of Commissioners, and/or the Audit Committee.
- d. Coordinate CIA's activities with external auditor.
- e. Attend strategic company meetings without voting rights for decision making.

PROFESIONALISME

CIA will govern itself by adherence to Samudera Indonesia and The Institute of Internal Auditors mandatory guidance including The Core Principles, The Definition of Internal Auditing, The Code of Ethics, and The International Standards for The Professional Practice of Internal Auditing implementation and Supplemental Guidance.

REQUIREMENTS OF THE INTERNAL AUDITORS

- a. Integrity, professional attitude, independent, honesty, and objectivity, adequate skills in dealing with people through verbal and written communication in an effective manner in carrying out it's role and responsibilities.
- b. Proficiency in applying audit standards, procedures, technique as well as audit knowledge and skills relevant to the engagement including on other related law.
- c. Comply with company regulations of Samudera Indonesia
- d. Comply with professional standards of conduct as stipulated by association of internal auditors and Internal Audit Code of Ethics.
- e. It is mandatory for the Internal Auditors to keep confidential of any information or data of the Company in relation to the audit engagements except when required by law and/or courts.
- f. Having understanding of good corporate governance principle as well as risk management.
- g. Willing to improve their knowledge, skills, and professional competencies through continuous development.
- h. The auditors assigned in CIA are prohibited from performing double job and/or position in any other company.

CLOSING

The Internal Audit Charter will be reviewed periodically by the Head of CIA for President Director and President Commissioner's approvals.



Approved on :

PT Samudera Indonesia Tbk

Bani M. Mulia
President Director

Shanti L Poesposutjipto
President Commissioner

