

Law Of The Republic Of Indonesia Number 19 Of 2003 Concerning State-Owned Entities

Chapter 16

- (1) *A member or the Board or Directors shall be appointed in consideration of his/her expertise, integrity, leadership, experience, honesty, good behavior, and high dedication to advance and develop the State-Owned Limited Liability Company (Persero).*
- (2) *Appointment of a member or the Board or Directors shall be made through the mechanism of a fit and proper test.*
- (3) *A member nominee of the Board of Directors that has been declared to have passed a fit and proper test must sign a management contract prior to his/her appointment as a member of the Board of Directors being determined.*
- (4) ***The term of office of a member of the Board of Directors shall be for 5 (five) years, and he/she may be re-appointed for 1 (one) term of office.***
- (5) *Where the Board of Directors consists of more than one member, any of the members of the Board of Directors shall be appointed as president director.*