



Risk Management Policy PT Archi Indonesia Tbk

*Below Policy is a work guidelines summary of Risk Management Policy of PT Archi Indonesia Tbk (“**Company**”). In addition, below Policy is prepared in two different versions (Indonesia and English), and if any discrepancy is found within the two, then the Policy in Indonesia is applicable.*

Archi Indonesia is committed to conduct risk management to manage risk appropriately to maximize potential opportunities and minimize the adverse effects of risk.

Archi Indonesia holds a diverse portfolio. The diversification in the Archi Indonesia’s portfolio, project, resources, assets and liabilities is a key element in our risk management approach.

Effective risk management will provide an essential contribution towards the achievement of the Archi Indonesia’s strategic and operational objectives and goals.

By understanding and managing risk we provide greater certainty and confidence for our shareholders, employees, customers, suppliers and communities in which we operate.

One of the key responsibilities of the Archi Indonesia Directors together is to define tolerance levels and manage risk at the defined tolerance levels. With that in mind, it is necessary to determine whether risk management processes are in place and are working effectively, which includes key or critical business risks are being managed at the define tolerance level.

Currently in Archi Indonesia the following Risk Management Structure is in place:

- Archi Indonesia Directors
- Archi Indonesia Commissioners
- Business Plan and Business Case
- Approval Structure
- Governance and Internal Control
- Financial Performance Reporting
- Financial and Operational Risk Management
- Cash Planning

A general guideline on how Risk Management function should perform in an organization can be adopted by several principals, frames and processes.

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