

Risk Management Committee Report

The Risk Management Committee assists the Board of Commissioners in establishing an appropriate policy concerning risk assessment and risk management, as well as in reviewing the adequacy, completeness and effective implementation of the Company's risk management process, and recommend to the Commissioners improvements where deemed necessary.

The Risk Management Committee is appointed by the Board of Commissioners from amongst its members and comprises four members.

Up until June 5, 2008, The Risk Management Committee comprised of Sum Soon Lim (Chairman), Sio Tat Hiang, Roes Aryawijaya and Setyanto P Santosa.

Since August 26, 2008, after the Extraordinary General Meeting during which shareholders approved the changes to the Board of Commissioners, the Risk Management Committee now comprises Rachmat Gobel (Chairman), Jarman, Rionald Silaban and George Thia Peng Heok.

The Committee held four meetings in 2008. A table of the Commissioners' participation and attendance at the Committee meetings held during the year is set out below:

Commissioners	Numbers of Meetings Attended
Sum Soon Lim	2
Sio Tat Hiang	2
Roes Aryawijaya	2
Setyanto P. Santosa	2
Rachmat Gobel	2
Jarman	2
Rionald Silaban	2
George Thia Peng Heok	2

Activities

The Risk Management Committee conducted its duties and responsibilities in accordance with its terms of reference.

The main activities undertaken by the Committee were as follow:

1. Review and monitor the Work-Plan and schedule of Enterprise Risk management.
2. Review and monitor the Key Risk Profile of the Company and the mitigation action of each key risk item conducted by Management