AUTHORIZED TRANSLATION



Minister of Trade of the Republic of Indonesia

REGULATION OF THE MINISTER OF TRADE OF THE REPUBLIC OF INDONESIA NUMBER: 31/M-DAG/PER/8/2008 REGARDING

FRANCHISING

BY THE GRACE OF ALLAH THE ONE SUPREME GOD THE MINISTER OF TRADE OF THE REPUBLIC OF INDONESIA,

- Considering : that to implement the Government Regulation of the Republic of Indonesia Number 42 of 2007 regarding Franchise, it is necessary to stipulate the Regulations of the Minister of Trade regarding Franchising;
- In view of

:

- Law of the Republic of Indonesia Number 3 of 1982 regarding Company Register (State Gazette of the Republic of Indonesia of 1982 Number 7, Supplement to State Gazette of the Republic of Indonesia Number 3214);
- Law of the Republic of Indonesia Number 20 of 1997 regarding Non-Tax State Revenues (State Gazette of the Republic of Indonesia of 1997 Number 43, Supplement to State Gazette of the Republic of Indonesia Number 3687);
- 3. Law of the Republic of Indonesia Number 5 of 1999 regarding Prohibition of Monopoly Practice and Unfair



Business Complication (State Gazette of the Republic of Indonesia of 1999 Number 33, Supplement to State Gazette of the Republic of Indonesia Number 3817);

- 4. Law of the Republic of Indonesia Number 32 of 2004 regarding Regional Government (State Gazette of the Republic of Indonesia of 2004 Number 125, Supplement to State Gazette of the Republic of Indonesia Number 4437) as already amended several times, recently by the Law of the Republic of Indonesia Number 12 of 2008 (State Gazette Indonesia of 2008 Number 59, Supplement to State Gazette of the Republic of Indonesia Number 4844);
- Law of the Republic of Indonesia Number 29 of 2007 regarding the Provincial Government of Special Region Jakarta Capital as the Capital of the Republic of Indonesia (State Gazette of the Republic of Indonesia of 2007 Number 93, Supplement to State Gazette of the Republic of Indonesia Number 4744);
- Law of the Republic of Indonesia Number 20 of 2008 regarding Micro, Small and Medium Scale Business (State Gazette of the Republic of Indonesia of 2008 Number 93, Supplement to State Gazette of the Republic of Indonesia Number 4866);
- Government Regulation of the Republic of Indonesia Number 44 of 1997 regarding Partnership (State Gazette of the Republic of Indonesia of 1997 Number 91, Supplement to State Gazette of the Republic of Indonesia Number 3718);
- Government Regulation of the Republic of Indonesia Number 38 of 2007 regarding Distribution of Governmental Affairs between the Government, the Provincial Government and District Government (State Gazette of the Republic of Indonesia of 2007 Number 82,



Supplement to State Gazette of the Republic of Indonesia Number 4737);

- Government Regulation of the Republic of Indonesia Number 42 of 2007 regarding Franchise (State Gazette of the Republic of Indonesia of 2007 Number 90, Supplement to State Gazette of the Republic of Indonesia Number 4742);
- Decree of the President of the Republic of Indonesia Number 187/M of 2004 regarding Establishment of Indonesia Bersatu Cabinet, as already amended several times, recently by the Decree of the President of the Republic of Indonesia Number 171/M of 2005;
- 11. Regulation of the President of the Republic of Indonesia Number 9 of 2005 regarding Position, Task, Function, Organizational Structure and Work System of the Ministry of the Republic of Indonesia as already amended several times, recently by the Regulation of President of the Republic of Indonesia Number 20 of 2008;
- 12. Regulation of the President of the Republic of Indonesia Number 10 of 2005 regarding Organization Unit and Task of Echelon I of State Ministries of the Republic of Indonesia as already amended several times, recently by the Regulation of President of the Republic of Indonesia Number 21 of 2008;
- 13 Regulation of the Minister of Trade of the Republic of Indonesia Number 01/M-DAG/PER/3/2005 on Organization and Administration of the Ministry of Trade as several times amended the latest by Regulation of Ministry of Trade Republic of Indonesia Number 34/M-DAG/PER/8/2007;



HAS DECIDED:

To stipulate

: REGULATION OF MINISTER OF TRADE REGARDING FRANCHISING

CHAPTER I

GENERAL PROVISIONS

Article 1

In this Regulation of Minister, by:

- Franchise shall mean the special right owned by an individual or business entity to business system with specific characteristic of business to market their goods and/or service already proven successful and can be utilized and/or used by the other parties based Franchise Agreement.
- 2. Franchisor shall mean an individual or business entity providing the right to utilize and/or use its franchise to the Franchisee.
- Franchisee shall mean an individual or business entity granted with right by the Franchisor to utilize and/or use its franchise.
- 4. Franchisee obtaining right to appoint the other franchisee, hereinafter referred to as continued Franchisor shall mean an individual or business receiving right from the Franchisor to utilize and/or use the Franchisor's franchise to appoint the continued franchisee.
- Continued franchisee shall mean an individual or business entity receiving the right to utilize and/or use the franchise from the continued Franchisor.
- 6. Franchise offer prospectus shall mean a written statement from the Franchisor at least explaining on the identity, legality, activity history, organizational structure, finance, the number of business place, list of franchisee, right and obligation of the franchisor and franchisee.
- 7. Franchise agreement shall mean a written agreement



between the franchisor and the franchisee.

- Application for Franchises Registration Certificate hereinafter referred to as SP-STPW shall mean the form of application for registration filled out by the company containing the company's data to obtain the Franchise Registration Certificate (STPW).
- 9. Official issuing STPW shall mean the Director for Business Development and Company Registration of the Directorate General of Domestic Trade the Ministry of Trade, regional government official be responsible for trade in their working territory, person in charge in implementation of one-door integrated service, or other official stipulated hereunder.
- 10. Franchise Registration Certificate hereinafter referred STPW shall mean the evidence of registration of prospectus or registration of agreement provided to the Franchisor and/or franchisee after fulfilling the requirements of registration determined in this Regulation of Minister.
- 11. Minister shall mean the Minister of Trade.

CHAPTER II

CRITERIA AND SCOPE OF FRANCHISE

- (1) Franchise shall fulfill the following criteria:
 - having business specific characteristic;
 - b. proven providing profit;
 - c. having standard for services and goods and/or service offered made in writing;
 - d. easily taught and applied;
 - e. existence of continuous support; and
 - f. Registered Intellectual Property Rights (IPR).
- (2) The Individual or business entity is prohibited to use the term and/or name of franchise for his business name and/or activity, if he fails to fulfill the criteria as referred to in paragraph (1).



Article 3

- (1) Franchise shall consist of Franchisor and franchisee.
- (2) The Franchisor as referred to in paragraph (1) shall cover:
 - a. foreign Franchisor;
 - b. domestic franchisor; and
 - c. domestic and/or foreign continued Franchisor.
- (3) Franchisee as referred to in paragraph (1) shall cover:
 - a. foreign Franchisee;
 - b. domestic franchisee; and
 - c. domestic and/or foreign continued Franchisee.

CHAPTER III

Franchisor's AND franchisee's OBLIGATION Article 4

- (1) The Franchisor shall provide a franchise offer prospectus to the prospective franchisees at least 2 (two) weeks prior to signing of franchise agreement.
- (2) The franchise offer prospectus as referred to in paragraph (1) shall contain at least those as contained in Attachment I hereto.
- (3) In case the prospectus as referred to in paragraph (1) is written in foreign language, the prospectus shall be translated into Indonesian.

- (1) The Franchise shall be administered based on the written agreement between the franchisor and the franchisee and having equal legal position and for them, the Indonesian law shall apply.
- (2) The written agreement as referred to in paragraph (1) shall contain at least those as per Attachment II hereto.
- (3) The agreement as referred to in paragraph (2) shall be submitted to the prospective franchisee at least 2 (two) weeks prior to the signing of agreement.



(4) In case the agreement as referred to in paragraph (1) is written in a foreign language, it shall be translated into Indonesian.

Article 6

- (1) If the Franchise Agreement terminated unilaterally by the Franchisor before the expiry of the agreement validity term, the Franchisor may not designate the new franchisee for the same area, before there is agreement in the dispute resolution by both parties (clean break) or within not later than 6 months after the termination of franchise agreement.
- (2) The new franchisee as referred to in paragraph (1) can be provided with STPW, if there was agreement or within not later than 6 months after the termination of franchise agreement.

CHAPTER IV

FRANCHISE REGISTRATION CERTIFICATE (STPW) Article 7

- The Franchisor as referred to in Article 3 paragraph (2) shall have STPW by registering the franchise offer prospectus.
- (2) The franchise as referred to in Article 3 paragraph (3) shall have STPW by registering a franchise agreement.

Article 8

- STPW as referred to in Article 7 shall be effective for period of 5 (five) years.
- (2) STPW as referred to in paragraph (1), of which the validity term has expired can be renewed for the same period.
- (3) STPW shall be declared invalid if:
 - a. STPW period expires;
 - b. franchise agreement expires; or
 - c. Franchisor and/or franchisee ceases their business activity.

Article 9

The obligation to have STPW as referred to in Article 7 paragraph



Regulation of the Minister of Trade of the Republic of Indonesia Number: 31/M-DAG/PER/8/2008

(1) for the foreign Franchisor shall be excluded if the franchise agreement between foreign Franchisor and domestic franchisee is not subjected o change.

Article 10

- The foreign Franchisor do not have STPW as referred to in Article 9 shall not expand his business activities in Indonesia.
- (2) The foreign franchisee and/or franchisee acting as a foreign continued franchisor as referred to in paragraph (1) shall not expand his operation.

CHAPTER V

ISSUING AUTHORITY STPW

Article 11

Minister has the authority to regulate the Franchise.

Article 12

- The Minister shall delegate the authority to the Director General of Domestic Trade to issue:
 - a. STPW of foreign franchisor;
 - b. STPW of franchisee of foreign franchise, and
 - c. STPW of foreign continued franchisor.
- (2) The Director General of Domestic Trade shall delegate the authority as referred to in paragraph (1) to the Director of Business Development and Company Registration.

- The Minister shall delegate the authority to the Governor of DKI Jakarta and District Head/Mayor throughout Indonesian territories to issue:
 - a. STPW of domestic franchisor;
 - b. STPW of domestic continued franchisor;
 - c. STPW of franchisee of domestic franchise;
 - d. STPW of continued franchisee of foreign franchise, and
 - e STPW of continued franchisee of domestic franchise.



- (2) The Governor of DKI Jakarta shall delegate the authority to issue STPW as referred to in paragraph (1) to the Agency Head who are responsible in the trade sector.
- (3) The District Head / Mayor shall delegate the authority to issue STPW as referred to in paragraph (1) to the Agency Head who are responsible in the trade sector.

CHAPTER VI REGISTRATION PROCEDURES

- (1) The application for STPW for foreign franchisor and foreign continued franchisor shall be submitted to the officials issuing STPW in the Directorate of Business Development and Company Registration, the Directorate General of Domestic Trade, Ministry of Trade by filling out the form as per Attachment III A-1 this Regulation of the Minister.
- (2) The application for STPW for domestic franchisor and domestic continued franchisor shall be submitted to the officials issuing STPW in the agency office be responsible in trade sector of DKI Jakarta Province or local district/municipal by filling out the form as per Attachment III A-2 this Regulation of the Minister.
- (3) The application for STPW for franchisee of foreign franchise shall be submitted to the officials issuing STPW in the Directorate of Business Development and Company Registration, the Directorate General of Domestic Trade, Ministry of Trade by filling out the form as per Attachment III B-1 this Regulation of the Minister.
- (4) The application for STPW for franchisee of domestic franchise, continued franchise of foreign franchise, and continued franchise of domestic franchise shall be submitted to the officials issuing STPW in the agency office be responsible in trade sector of DKI Jakarta Province or local district/municipal by filling out the form as per Attachment III B-2 this Regulation of the Minister.



Article 15

The application for STPW as referred to in Article 14 shall be signed by the owner, management or person in charge of the company by attaching the requirements document as set forth in Attachment IV this Regulation of the Minister.

Article 16

- The applicant for STPW as referred to in Article 15 shall indicate the original requirement document.
- (2) The arrangement of application for STPW can be made by the third party by indicating the power of attorney, duly stamped, signed by the owner, management or person in charge of the company.

Article 17

The franchise offer prospectus registered by the foreign franchisor shall be legalized by the Notary Public by attaching the certificate from the Attaché of Trade of the Republic of Indonesia or Indonesian Representative Official in the country of origin.

- (1) Within not later than 3 (three) business days as of the receipt of SP-STPW and requirement documents in complete and correctly as referred to in Article 14, the official issuing STPW shall issue STPW by using the form as set per Attachment V in this Regulation of the Minister.
- (2) If SP-STPW together with the requirement document is valued incomplete and not correct, the official issuing STPW shall make the rejection letter of STPW to the applicant for STPW, within not later than 3 (three) business days as of the receipt date of the application.
- (3) The applicant for STPW of which the application is denied may re-submit the application for STPW according to the requirements as stipulated in this Regulation of Minister.



Article 19

The arrangement of application as referred to in Article 18 paragraph (1) shall be free of administrative fee.

CHAPTER VII

BUILDING AND SUPERVISION

Article 20

- (1) The Government, provincial and/or district/municipal governments shall make franchise building.
- (2) The building as referred to in paragraph (1) shall among others be listed in Attachment VI Item A this Regulation of the Minister.
- (3) The development of franchise as referred to in paragraph (2), can be performed jointly and/or severally by the relevant technical agencies according to their authority.

Article 21

- The Franchisor shall provide the building to the franchisee in the form as per Attachment VI, Item B this Regulation of the Minister.
- (2) The building as referred to in paragraph (1) can be made individually and/or jointly between the government, provincial and/or district/municipal governments.

- (1) The Minister shall delegate the authority to the Director General of Domestic Trade to carry out the supervision of the implementation of national franchise.
- (2) The Director General of Domestic Trade may make coordination with the relevant agencies in the central and region in carrying out the supervision as referred to in paragraph (1).
- (3) The Agency Head of which the task and responsibilities is in the trade sector in the Provincial government of DKI Jakarta



shall supervise the implementation of foreign activity and registration in their working territory.

(4) The Agency Head of which the task and responsibilities is in the trade sector in the district/municipal government shall supervise the implementation of foreign activity and registration in their working territory.

Article 23

If required, the official issuing STPW or official so appointed may assign the officer to request for data and/or information on the business activities carried out by the individual or legal entity using the term and/or name of franchise.

CHAPTER VIII REPORTING

Article 24

- (1) The owner of STPW of domestic franchisor, foreign continued franchisor, and franchisee of foreign franchise, shall submit a report on franchise activity to the Director General of Domestic Trade cq. Director for Business Development and Company Registration with carbon copy to the Agency Head be responsible in the trade sector in the local district/municipal.
- (2) The report as referred to in paragraph (1) shall be submitted by annually within not later than on March 31 of the next year, by using the form as per Attachment VII this Regulation of the Minister.

- (1) The official issuing STPW as referred to in Article 13 shall submit the progress report of issue of STPW to the Director General of Domestic Trade cq. Director for Business Development and Company Registration with carbon to the local Governor and District Head/Mayor.
- (2) The report as referred to in paragraph (a) shall be submitted by



annually within not later than on January 31 of the next year, by using the form as per Attachment VIII this Regulation of the Minister.

CHAPTER IX SANCTION Article 26

- (1) The franchisor and/or franchisee breaching the provisions as referred to in Article 7 shall be subjected to administrative sanction in terms of:
 - a. written warning of maximum 3 (three) times consecutively with a grace period of respectively 2 (two) weeks as of the date of warning letter by the official issuing STPW, by using the form as per Attachment IX this Regulation of Minister, and
 - b. penalty of maximum Rp. 100,000,000.00 (one hundred million rupiah).
- (2) The penalty as referred to in paragraph (1) item b shall be imposed upon the foreign franchisor, franchisee of foreign franchise, and foreign continued franchisor, by complying with the Government Regulation regulating the Non-Tax State Revenues applicable in the Ministry of Trade.
- (3) Penalty as referred to in paragraph (2) shall be paid to the state treasury as a Non-Tax State Revenues in the Directorate General of Domestic Trade, Ministry of Trade.
- (4) Penalty as referred to in paragraph (1) item b shall be imposed upon the domestic franchisor, domestic continued franchisor, franchisee of domestic franchise, continued franchisee of foreign franchise, and continued franchisee of domestic franchise shall be stipulated by the Regional Regulation at amount complying with the Government Regulation regulating the Non-Tax State Revenues applicable in the Ministry of Trade.



- (5) Penalty as referred to in paragraph (4) shall be paid to the regional treasury the regional revenues.
- (6) The imposition of penalty as referred to in paragraph (2) and paragraph (4) shall be carried as of the latest time limit of the 3rd (third) warning letter.

Article 27

The Franchisor breaching the provisions as referred to in Article 21 paragraph (1) or Article 24 shall be subjected to administrative sanction in terms of:

- a. written warning of maximum 3 (three) times consecutively with a grace period of 2 (two) weeks as of the date of warning letter by the official issuing STPW, by using the form as per Attachment X this Regulation of the Minister;
- b. the Franchisor failing to meet the provisions in the written warning as referred to in item a shall be subjected to sanction in terms of suspension of STPW of maximum 2 (two) months by using the form as per Attachment XI this Regulation of the Minister;, and
- c. revocation of STPW by the official issuing STPW, for the Franchisor failing to meet the provisions as referred to in item
 b, by using the form as per Attachment XII this Regulation of the Minister;.

Article 28

The Individual or business entity breaching the provisions as referred to in Article 2 paragraph (2) shall be subjected to sanction as provided for in the legislation.

CHAPTER X MISCELLANY Article 29

AILICIE 23

The technical direction of implementation hereto shall further be regulated by the Director General of Domestic Trade.



CHAPTER XI TRANSITIONAL PROVISIONS

Article 30

The Franchise Business Registration Certificate (STPUW) for the franchise already issued based on the Regulation of the Minister of Trade of the Republic of Indonesia Number 12/M-DAG/PER/3/2006 regarding Terms and Procedures of Issue of Franchise Business Registration Certificate shall be declared remain effective until expiry of STPUW validity term and can be renewed without attaching STPW of Franchisor.

CHAPTER XII CLOSING

Article 31

Upon effectiveness hereof, the Regulation of the Minister of Trade of the Republic of Indonesia Number 12/M-DAG/PER/3/2006 regarding Terms and Procedures of Issue of Franchise Business Registration Certificate shall be revoked and declared null and void.

Article 32

This Regulation of the Minister shall become effective as of the date of stipulation.

For public cognizance, it is instructed to publicize this Regulation of the Minister by inserting the same in the State Gazette of the Republic of Indonesia.



Regulation of the Minister of Trade of the Republic of Indonesia Number: 31/M-DAG/PER/8/2008

Stipulated in Jakarta

· · ·

on August 21, 2008

MINISTER OF TRADE OF THE REPUBLIC OF INDONESIA

signed

MARI ELKA PANGESTU

Copy corresponds with the original Secretariat General of



Translated from Indonesian Language Jakarta, October 1, 2010 Authorized and Sworn Translator,

FIKRI SAID OBED



ATTACHMENT TO REGULATION OF THE MINISTER OF TRADE OF THE REPUBLIC OF INDONESIA

a ...

	NUMBER DATE	31/M-DAG/PER/8/2008 August 21, 2008				
		L	ST OF APPE			
1.	Appendix I	:	Franchise O	ffer Prospectu	S	
2.	Appendix II	:	Franchise Ag	greement		
3.	Appendix III	;		plication for anchisor	STPW	of Foreign
			1.0	plication for ntinued Franc		of Foreign
			20. I	plication for anchisor	STPW	of Domestic
			50 A	plication for ntinued Franc		of Domestic
			•	plication for reign Franchis		Franchisee of
			•	plication for mestic Franch		Franchisee of
				plication for anchisee of Fo	STPW reign Fran	
				plication for anchisee of Do		
4.	Appendix IV	÷	List of Requi	irements of Ap	plication fo	or STPW



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- 5. Appendix V
- 1. Form of STPW of Foreign Franchisor
- 2. Form of STPW of Franchisee of Foreign Franchise
- 3. Form of STPW of Foreign Continued Franchisor
- 4. Form of STPW of Domestic Franchisor
- 5. Form of STPW of Domestic Continued Franchisor
- 6. Form of STPW of Franchisee of Domestic Franchise
- Form of STPW of Continued Franchisee of Foreign Franchise
- Form of STPW of Continued Franchisee of Domestic Franchise
- 6. Appendix VI : Form of Development

:

- 7. Appendix VII : Form of Annual Report on Franchise Activity of STPW's Owner
- 8. Appendix VIII : Form of Progress Report of STPW Issue
- 9. Appendix IX : Form of Written Warning (Breach of Article 6)
- 10. Appendix X : Form of Written Warning (Breach of Article 18 and Article 21)
- 11. Appendix XI : Form of Decision of Suspension of STPW
- 12 Appendix XII : Form of Decision of Revocation of STPW



MINISTER OF TRADE OF THE REPUBLIC OF INDONESIA

signed

MARI ELKA PANGESTU

Copy corresponds with the original Secretariat General of Ministry of Trade Head of Legal Bureau, Signed WIDODO

۰. پر



FRANCHISE OFFER

Prospectus Franchise Offer Prospectus shall at least contain:

- Data on Franchisor's identity, i.e. photocopy of Identity Card or passport of the business owner if individual, and photocopy of Identity Card or passport of the Shareholders, the Board of Commissioners and Board of Directors if in terms of business entity.
- 2. Franchise business legality, namely the technical business permit such as Trade Business License (SIUP), Tourism Permanent Business License, Education Unit Establishment Permit or business permit applicable in the country of Franchisor.
- 3. The history of its business activity, namely a description covering among others, business establishment, business activity, and business development.
- 4. Franchisor organizational structure, namely the business organizational structure of the Franchisor starting from Commissioner, Shareholder and Board of Directors up to the operational level, including its Franchisee.
- 5. The financial statements of the latest 2 (two) years, namely the financial statement or balance sheet of the Franchisor Company 2 (two) years consecutively calculated backward as of the time of application for Franchise Offer Prospectus.
- The number of business place, namely the franchise outlets according to the domicile District/Municipal for the Domestic Franchisor and according to the state of domicile of outlet for the Foreign Franchisor.
- List of Franchisee, namely list of name and address of the companies and/or individual as Franchisee and the company making the franchise offer prospectus, having domicile in Indonesia or overseas.



- 8. Right and obligation of Franchisor and Franchisee, namely the right owned by the Franchisor and Franchisee, such as;
 - Franchisor shall be entitled to receive the fees or royalties from the Franchisee, and then Franchisor shall provide continuous development to the Franchisee.
 - b. Franchisee shall be entitled to use the Intellectual Property Rights or typical business characteristic owned by the Franchisor and then the Franchisee shall maintain the Code of Ethics/confidentiality of Intellectual Property Right or typical business characteristic provided by the Franchisor.



FRANCHISE AGREEMENT

Franchise Agreement shall at least contain:

- Name and address of the parties, namely the company's clear name and address and the clear name and address of the owner/person in charge of companies entering into an agreement namely Franchisor and Franchisee.
- 2. Type of Intellectual Property Right, namely type of Intellectual Property Right of the Franchisor, such as company's brand and logo, outlet design, management/marketing system or seasoning blend being the franchise object.
- 3. Business activity, namely the business activity agreed such as retail trade, education, restaurant, a dispensary or repair station.
- 4. Right and obligation of Franchisor and Franchisee, namely the right owned by the Franchisor and Franchisee, such as:
 - a. Franchisor shall be entitled to receive the fees or royalties from the Franchisee, and then the Franchisor shall provide continuous development to the Franchisee.
 - b. Franchisee shall be entitled to use the Intellectual Property Rights or typical business characteristic owned by the Franchisor, and then the Franchisee shall maintain the Code of Ethics/confidentiality of Intellectual Property right or typical business characteristic provided by the Franchisor.
- 5. The aid, facilities, operational guidance, training, and marketing provided by the Franchisor to the Franchisee, such as facility aid in terms of provision and maintenance of computer and IT program of business activity management.
- Business area, namely area boundary provided by the Franchisor to the Franchisee to develop the franchise business such as; territory of Sumatra, Java and Bali or throughout Indonesia.
- Agreement Term, namely time limit of commencement and expiry of agreement, such as cooperation agreement shall be stipulated effective for (ten) years as of the signing date of agreement by both parties.
- 8. Payment term of compensation, namely procedure/provisions including the time



and procedure of calculation of compensation such as fee or royalty if agreed upon in the agreement being the responsibility of the Franchisee.

- Ownership, change of ownership, and right of heirs, namely, the clear name and address of business owner if individual, as well as name and address of Shareholders, Board of Commissioners and Board of Directors if in terms of business entity.
- Dispute Resolution, namely stipulation of place/location of dispute resolution, such as through the District Court of the company's place/domicile or through a Court, Arbitration by taking into account the Indonesian law.
- 11. Procedure of renewal, expiry, and termination of agreement such as termination of agreement cannot be made unilaterally, the agreement is terminated automatically if the period stipulated in the agreement has expired. The agreement can be extended if desired by both parties with the provisions stipulated jointly.
- 12. Guarantee from the Franchisor to keep run its obligations to the Franchisee according to the content of Agreement until the termination of the Agreement term.



Attachment III A-1

 Regulation of the Minister of Trade of the Republic of Indonesia

 Number
 : 31/M-DAG/PER/8/2008

 Dated
 : August 21, 2008

(COMPANY'S HEAD LETTER) APPLICATION FOR FRANCHISE REGISTRATION CERTIFICATE (SP-STPW) (FRANCHISE OFFER PROSPECTUS)

..... Date

To.

Director for Business Development and Company Registration

Directorate General of Domestic Trade

Ministry of Trade of the Republic of Indonesia

in

Jakarta

I, the signatory, hereby submit the application for Registration of Franchise Prospectus to obtain STPW of Franchisor as referred to in:

- Government Regulation of the Republic of Indonesia Number 42 of 2007 regarding Franchise;
- Regulation of the Minister of Trade Number /M-DAG/PER/ /2008 regarding Franchising.

DATA ON APPLICANT/COMPANY (FRANCHISOR)

1

lde	entity of Person in Charge		
a.	Name and Nationality	•	
b.	Position	:	
C.	Home address	:	
d.	Phone / Fax Number / Email	÷	



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2.	Сс	ompany's Identity		
	a.	Company's Name	:	
	b.	Form of Business Entity	÷	
	C.	Address and Country of Origin	:	
	d	Phone/Fax Number/Email	:	
3.	Bu	siness Legality / Technical Permit	:	
	a.	Publisher Agency	:	
	b.	Number	:	
	C.	Date	:	
4.	De	ed of Establishment/Amendment of Co	mpa	any *
	a.	Number	:	
	b.	Date	:	
	C.	Number and Date of Approval	:	
5.	Co	mpany Registration **		
	a.	Number	:	
	b.	Date	:	
6.	Fra	anchisor's Identity ***		
	a.	Company's Name	:	
	b.	Company's Address	ſ	
	C.	Country of origin	:	
	d.	Forms of Business Entity	:	
	e.	Phone/Fax Number / Email	:	
7.	Nu	mber of Business Place/Outlet		
	a.	Own Management	:	
	b.	Franchised	:	
8.	Ту	pes and Mark of Business franchised	:	
9.	Ce	rtificate of Registration of Intellectual		



Property Right of object franchised

a.	Agency issuing	: -	
b.	Number	:	
C.	Date	:	
d.	Validity Term	:	· · · · · · · · · · · · · · · · · · ·

In witness whereof this Application for STPW of Franchisor is made by using the actual data/information, and if in fact untrue or false data/information is found, we declared that we are prepared to be subjected to revocation of and claim for STPW of Franchisor already issued according to the legislation.

> Place and date Duly revenue stamp Applicant or his proxy,

- * Especially for company with business entity
- ** Especially for Domestic Franchisor
- *** Especially for Continued Franchisor



Attachment III A-2

 Regulation of the Minister of Trade of the Republic of Indonesia

 Number
 : 31/M-DAG/PER/8/2008

 Dated
 : August 21, 2008

(COMPANY'S HEAD LETTER) APPLICATION FOR FRANCHISE REGISTRATION CERTIFICATE (SP-STPW) (FRANCHISE OFFER PROSPECTUS)

....., Date

To.	
HeadAgenc	y
in	

I, the signatory, hereby submit the application for Registration of Franchise Prospectus to obtain STPW of Franchisor as referred to in:

- 1. Government Regulation of the Republic of Indonesia Number 42 of 2007 regarding Franchise; and
- 2. Regulation of the Minister of Trade Number /M-DAG/PER/...../2008 regarding Franchising.

DATA ON APPLICANT/COMPANY (FRANCHISOR)

1.	Ider	ntity of Person in Charge		
	a.	Name and Nationality	:	
	b.	Position	:	
	C.	Home address	:	
	d.	Phone/Fax Number/Email	:	
2.	Cor	npany's Identity		
	a.	Company's Name	:	
	b.	Form of Business Entity	:	
	C.	Address and Country of Origin	:	



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	d	Phone/Fax Number/Email	:	
3.	Bu	siness Legality/Technical Permit	:	
	a.	Publisher Agency	:	
	b.	Number	:	
	C.	Date	:	
4.	De	ed of Establishment/Amendment of Co	mpa	any *
	a.	Number	:	
	b.	Date	;	
	C.	Number and Date of Approval	:	
5.	Co	mpany Registration **		
	а.	Number	÷	
	b.	Date	:	
6.	Fra	anchisor's Identity ***		
	a.	Company's Name	:	
	b.	Company's Address	:	
	C.	Country of origin	÷	
	d.	Forms of Business Entity	:	
	e.	Phone/Fax Number/Email	:	
7.	Nu	mber of Business Place/Outlet		
	a.	Own Management	:	
	b.	Franchised	:	
8.	Тур	bes and Mark of Business franchised	:	
9.	Ce	rtificate of Registration of Intellectual		
	Pro	pperty Right of object franchised		
	a.	Agency issuing	;	•••••••••••••••••••••••••••••••••••••••
	b.	Number	;	
	C.	Date	;	
	d.	Validity Term	:	

In witness whereof this Application for STPW of Franchisor is made by using



the actual data/information, and if in fact untrue or false data/information is found, we declared that we are prepared to be subjected to revocation of and claim for STPW of Franchisor already issued according to the legislation.

Place and date Duly revenue stamp Applicant or his proxy,

- * Especially for company with business entity
- ** Especially for Domestic Franchisor
- *** Especially for Continued Franchisor



Attachment III B-1

 Regulation of the Minister of Trade of the Republic of Indonesia

 Number
 : 31/M-DAG/PER/8/2008

 Dated
 : August 21, 2008

(COMPANY'S HEAD LETTER) APPLICATION FOR FRANCHISE REGISTRATION CERTIFICATE (SP-STPW) (FRANCHISE AGREEMENT)

....., Date

To.

Director for Business Development and Company Registration

Directorate General of Domestic Trade

Ministry of Trade of the Republic of Indonesia

in

Jakarta

I, the signatory, hereby submit the application for Registration of Franchise Agreement to obtain STPW of Franchisee as referred to in:

- 1. Government Regulation of the Republic of Indonesia Number 42 of 2007 regarding Franchise; and
- Regulation of the Minister of Trade Number /M-DAG/PER/...../2008 regarding Franchising.

DATA ON APPLICANT/COMPANY (FRANCHISEE)

Identity of Person in Charge

 Name and Nationality
 Position
 Home address
 Phone/Fax Number/Email
 Identity of Person in Charge



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2.	Co	mpany's Identity		
	a.	Company's Name	:	
	b.	Form of Business Entity	:	
	C.	Address and Country of Origin	:	
	d	Phone/Fax Number/Email	:	
3.	De	ed of Establishment/Amendment of	:	
	Co	mpany *		
	a.	Number	:	
	b.	Date	:	
	C.	Number and Date of Approval	:	
4.	Fra	inchise Agreement		
	a.	Number	:	
	b.	Date	:	
	C.	Validity Term	:	
	d.	Business Territory	÷	
5.	Bu	siness Legality/Technical Permit		
	a.	Publisher Agency	:	
	b.	Number	:	
	C.	Date	÷	
	d.	Validity Term	:	
6.	Co	mpany Registration **		
	a.	Number	:	
	b.	Date	:	
7.	Fra	anchisor's Identity ***		
	a.	Company's Name	:	
	b.	Company's Address	:	
	C.	Country of origin	:	
	d.	Forms of Business Entity	:	
	e.	Phone/Fax Number/Email	:	



8.	Number of Business Place/Outlet		
	a. Own Management	:	
	b. Franchised	:	
9.	STPW of Franchisor		
	a. Agency issuing	÷	
	b. Number	:	
	c. Date	:	
	d. Validity Term	:	
10.	Types and Mark of Business franchised	:	
11.	Certificate of Registration of Intellectua	I	
	Property Right of object franchised		
	a. Agency issuing	:	
	b. Number	:	
	c. Date	:	
	d. Validity Term	:	

In witness whereof this Application for Registration of Franchise Agreement is made by using the actual data/information, and if in fact untrue or false data/information is found, we declared that we are prepared to be subjected to revocation of and claim for STPW of Franchisee already issued according to the legislation.

> Place and date Duly revenue stamp Applicant or his proxy,

* Especially for company with business entity



Attachment III B-2

 Regulation of the Minister of Trade of the Republic of Indonesia

 Number
 : 31/M-DAG/PER/8/2008

 Dated
 : August 21, 2008

(COMPANY'S HEAD LETTER) APPLICATION FOR FRANCHISE REGISTRATION CERTIFICATE (SP-STPW) (FRANCHISE AGREEMENT)

....., Date

To.		
Head	 	 .Agency
in		

I, the signatory, hereby submit the application for Registration of Franchise Agreement to obtain STPW of Franchisee as referred to in:

- 1. Government Regulation of the Republic of Indonesia Number 42 of 2007 regarding Franchise; and
- 2. Regulation of the Minister of Trade Number /M-DAG/PER/...../2008 regarding Franchising.

DATA ON APPLICANT/COMPANY (FRANCHISEE)

1.	Ide	ntity of Person in Charge		
	a.	Name and Nationality	:	
	b.	Position	:	
	C.	Home address		
	d.	Phone/Fax Number/Email	:	
2.	Со	mpany's Identity		
	a.	Company's Name	:	
	b.	Form of Business Entity	:	
	C.	Address and Country of Origin	:	



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	d Phone/Fax Number/Email	÷	
3.	Deed of Establishment/Amendment Company *	of :	
	a. Number		
	b. Date		
	c. Number and Date of Approval		
		•	
4.	Franchise Agreement		
	a. Number	:	
	b. Date	÷	
	c. Validity Term	:	
	d. Business Territory	:	
5.	Business Legality/Technical Permit		
	a. Publisher Agency	÷	
	b. Number	:	
	c. Date	:	
	d. Validity Term	:	
6.	Company Registration **		
	a. Number	:	
	b. Date	•	
	c. Validity Term	÷	
7.	Franchisor's Identity ***		
	a. Company's Name	÷	
	b. Company's Address	:	
	c. Country of origin	:	
	d. Forms of Business Entity		
	e. Phone/Fax Number/Email	:	2
		·	
8.	STPW of Franchisor		
	a. Agency issuing	•	
	b. Number	•	



	c. Date	:	
	d. Validity Term	·	
9.	Types and Mark of Business franchised	:	
10.	Certificate of Registration of Intellectual		
	Property Right of object franchised		
	a. Agency issuing	:	
	b. Number	:	
	c. Date	:	
	d. Validity Term	;	

In witness whereof this Application for Registration of Franchise Agreement is made by using the actual data/information, and if in fact untrue or false data/information is found, we declared that we are prepared to be subjected to revocation of and claim for STPW of Franchisee already issued according to the legislation.

> Place and date Duly revenue stamp Applicant or his proxy,

* Especially for company with business entity



 Regulation of the Minister of Trade of the Republic of Indonesia

 Number
 : 31/M-DAG/PER/8/2008

 Dated
 : August 21, 2008

LIST OF REQUIREMENTS OF APPLICATION FOR STPW

I. New Application for STPW of Foreign Franchisor

- 1. Photocopy of Franchise Offer Prospectus, and
- 2. Photocopy of business legality.

II. New Application for STPW of Franchisee of Foreign Franchise

- 1. Photocopy of Technical Permit;
- 2. Photocopy of Franchise Offer Prospectus of Franchisor;
- 3. Photocopy of Franchise Agreement;
- 4. Photocopy of Company Registration (TDP);
- 5. Photocopy of STPW of Franchisor;
- Photocopy of Deed of Establishment of Company and/or Deed of Amendment already obtaining Ratification of the Competent Agency*;
- 7. Photocopy of Intellectual Property Right Certificate; and
- 8. Photocopy of Identity Card of the Owner/Person in Charge of the Company.

III. New Application for STPW of Foreign Continued Franchisor

- 1. Photocopy of Technical Permit;
- 2. Photocopy of Franchise Offer Prospectus;
- 3. Photocopy of Company Registration (TDP);
- 4. Photocopy of STPW as Franchisee;
- 5. Photocopy of Deed of Establishment of Company and/or Deed of Amendment already obtaining Ratification of the Competent Agency*;
- 6. Photocopy of Intellectual Property Right Certificate; and
- 7. Photocopy of Identity Card of the Owner/Person in Charge of the Company.

IV. New Application for STPW of Domestic Franchisor

1. Photocopy of Technical Permit;


- 2. Photocopy of Franchise Offer Prospectus;
- 3. Photocopy of Company Registration (TDP);
- 4. Photocopy of Deed of Establishment of Company and/or Deed of Amendment already obtaining Ratification of the Competent Agency*;
- 5. Photocopy of Intellectual Property Right Certificate; and
- 6. Photocopy of Identity Card of the Owner/Person in Charge of the Company.

V. New Application for STPW of Continued Franchisor of Domestic Franchise

- 1. Photocopy of Technical Permit;
- 2. Photocopy of Franchise Offer Prospectus;
- 3. Photocopy of Company Registration (TDP);
- 4. Photocopy of STPW as Franchisee;
- Photocopy of Deed of Establishment of Company and/or Deed of Amendment already obtaining Ratification of the Competent Agency*;
- 6. Photocopy of Intellectual Property Right Certificate; and
- 7. Photocopy of Identity Card of the Owner/Person in Charge of the Company.

VI. New Application for STPW of Franchisee of Domestic Franchise

- 1. Photocopy of Technical Permit;
- 2. Photocopy of Franchise Offer Prospectus of Franchisor;
- 3. Photocopy of Franchise Agreement;
- 4. Photocopy of Company Registration (TDP);
- 5. Photocopy of STPW of Franchisor;
- Photocopy of Deed of Establishment of Company and/or Deed of Amendment already obtaining Ratification of the Competent Agency*;
- 7. Photocopy of Intellectual Property Right Certificate; and
- Photocopy of Identity Card of the Owner/Person in Charge of the Company.

VII. New Application for STPW of Continued Franchisee of Foreign Franchise

1. Photocopy of Technical Permit;



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- 2. Photocopy of Franchise Offer Prospectus of Franchisor;
- 3. Photocopy of Franchise Agreement;
- 4. Photocopy of Company Registration (TDP);
- 5. Photocopy of STPW of Franchisor;
- Photocopy of Deed of Establishment of Company and/or Deed of Amendment already obtaining Ratification of the Competent Agency*;
- 7. Photocopy of Intellectual Property Right Certificate; and
- 8. Photocopy of Identity Card of the Owner/Person in Charge of the Company.

VIII. New Application for STPW of Continued Franchisee of Domestic Franchise

- 1. Photocopy of Technical Permit;
- 2. Photocopy of Franchise Offer Prospectus of Franchisor;
- 3. Photocopy of Franchise Agreement;
- 4. Photocopy of Company Registration (TDP);
- 5. Photocopy of STPW of Franchisor;
- Photocopy of Deed of Establishment of Company and/or Deed of Amendment already obtaining Ratification of the Competent Agency*;
- 7. Photocopy of Intellectual Property Right Certificate; and
- Photocopy of Identity Card of the Owner/Person in Charge of the Company.

IX. New Application for renewal STPW

- 1. Original Franchise Registration Certificate (STPW); and
- 2. Other documents if experiencing change of data of the document submitted in the previous 5 years.
- * Especially for company with business entity



Regulation of the Minister of Trade of the Republic of IndonesiaNumber: 31/M-DAG/PER/8/2008Dated: August 21, 2008

MINISTRY OF TRADE OF THE REPUBLIC OF INDONESIA

FRANCHISE REGISTRATION CERTIFICATE (STPW) (FOREIGN FRANCHISOR)

NUMBER	:		
VALIDITY TERM	:		
Company	:		
Country of Origin	:		
Address	:		
Phone	:		
Fax	:		
Email	:		
Person in Charge	:		
Nationality	:		
Address	:		
Phone	:		
Fax	:		
Email	:		
Goods/Service being Franchise Object	:		
Mark	:		
Foreign Franchisor shall provide building to the Franchisee continuously			

Jakarta,....



Regulation of the Minister of Trade of the Republic of IndonesiaNumber: 31/M-DAG/PER/8/2008Dated: August 21, 2008

FRANCHISE REGISTRATION CERTIFICATE (STPW) (FRANCHISEE OF FOREIGN FRANCHISE)

NUMBER	:	
VALIDITY TERM	;	
Company	:	
Address	;	
Phone	:	
Fax	:	
Email	:	
Person in Charge	:	
Position	:	
Goods/Service being Franchise Object	:	
Mark		
Country of Origin	:	
Franchisor's Company	:	
Address	•	
Person in Charge	:	¥
Agreement Number and Date		
Marketing Area		
The Franchisee of Foreign Franchise shal	l:	
- Submit Annual Report on Franchise A	Activity.	
Cive Drierity to the use of demostic	a a da a su d/an a su i su i su i	

 Give Priority to the use of domestic goods and/or service as long as fulfilling the stipulated quality standard.

Jakarta,....



FRANCHISE REGISTRATION CERTIFICATE (STPW) (FOREIGN CONTINUED FRANCHISOR)

NUMBER	:
VALIDITY TERM	:
0	
Company	:
Address	:
Phone	r
Fax	:
Email	
	·
Person in Charge	:
Position	:
Goods/Service being Franchise Object	:
Mark	
Country of Origin	÷
Franchisor's Company	:
Address	:
Phone	:
Fax	:
Email	:
Person in Charge	:
STPW Number and Date	:

The Foreign Continued Franchisor shall:

- Submit Annual Report on Franchise Activity.
- Enter into Cooperation with the Small and Medium Scale Businessman in the local area as the Franchisee or supplier of the goods and/or service as long as fulfilling the requirements.
- Give Priority to the use of domestic goods and/or service as long as fulfilling the stipulated quality standard.
- Make building to the Franchisee continuously.

Jakarta,.... OFFICIAL ISSUING STPW



Regulation of the Minister of Trade of the Republic of Indonesia Number : 31/M-DAG/PER/8/2008 Dated : August 21, 2008

REGIONAL GOVERNMENT'S HEAD LETTER

FRANCHISE REGISTRATION CERTIFICATE (STPW) (DOMESTIC FRANCHISOR)

NUMBER	:		
VALIDITY TERM	:		to
COMPANY	:		
ADDRESS	:		
PHONE NUMBER	:	Fax:	Email:
PERSON IN CHARGE	:		
ADDRESS	:		
PHONE NUMBER	:	Fax:	Email:
GOODS/SERVICE BEING			
FRANCHISE OBJECT	:		
MARK	:		

The Domestic Franchisor shall:

- Submit Annual Report on Franchise Activity; -
- Enter into Cooperation with the Small and Medium Scale Businessman in the local area as the Franchisee or supplier of the goods and/or service as long as fulfilling the requirements;
- Give Priority to the use of domestic goods and/or service as long as fulfilling the stipulated quality standard;
- Make building to the Franchisee continuously. -



Regulation of the Minister of Trade of the Republic of Indonesia Number : 31/M-DAG/PER/8/2008 Dated : August 21, 2008

REGIONAL GOVERNMENT'S HEAD LETTER

FRANCHISE REGISTRATION CERTIFICATE (STPW) (DOMESTIC CONTINUED FRANCHISOR)

NUMBER	:		
VALIDITY TERM	:	to	
COMPANY	:		
ADDRESS	:		
PHONE NUMBER	:	Fax:	Email:
PERSON IN CHARGE	:		
POSITION			
GOODS/SERVICE BEING			
FRANCHISE OBJECT	:		
MARK	:		
COUNTRY OF ORIGIN	:		
FRANCHISOR'S COMPANY	:		
ADDRESS	:		
PHONE NUMBER	:	Fax:	Email:
PERSON IN CHARGE	:		
STPW NUMBER AND DATE	:		
	in the second		

The Domestic Franchisor shall:

- Enter into Cooperation with the Small and Medium Scale Businessman in the local area as the Franchisee or supplier of the goods and/or service as long as fulfilling the requirements;
- Give Priority to the use of domestic goods and/or service as long as fulfilling the stipulated quality standard;
- Make building to the Franchisee continuously. -

..... **OFFICIAL ISSUING STPW**



 Regulation of the Minister of Trade of the Republic of Indonesia

 Number
 : 31/M-DAG/PER/8/2008

 Dated
 : August 21, 2008

REGIONAL GOVERNMENT'S HEAD LETTER

FRANCHISE REGISTRATION CERTIFICATE (STPW) (FRANCHISEE OF DOMESTIC FRANCHISE)

NUMBER	:	
VALIDITY TERM	:	to
COMPANY	:	
ADDRESS	:	
PHONE NUMBER	:	Fax: Email:
PERSON IN CHARGE	:	
POSITION		
GOODS/SERVICE BEING		
FRANCHISE OBJECT	:	
MARK	:	
FRANCHISOR'S COMPANY	:	
ADDRESS	:	
PERSON IN CHARGE	:	
AGREEMENT NUMBER		
AND DATE:	:	
MARKETING AREA		х.
The Frenchises of Domestic	Eron	which shall sive priority to the use of demostic

The Franchisee of Domestic Franchise shall give priority to the use of domestic goods and/or service as long as fulfilling the stipulated quality standard.



 Regulation of the Minister of Trade of the Republic of Indonesia

 Number
 : 31/M-DAG/PER/8/2008

 Dated
 : August 21, 2008

FRANCHISE REGISTRATION CERTIFICATE (STPW)

FRANCHISE REGISTRATION CERTIFICATE (STPW) (CONTINUED FRANCHISEE OF FOREIGN FRANCHISE)

NUMBER	:			
VALIDITY TERM	:		to	
COMPANY	:			
ADDRESS	:			
PHONE NUMBER	:	Fax:	Email:	
PERSON IN CHARGE	•			
POSITION	; :			
GOODS/SERVICE BEIN	G			
FRANCHISE OBJECT	:			
MARK	:			
COUNTRY OF ORIGIN	:			
CONTINUED				
FRANCHISOR'S COMPANY				
ADDRESS	:			
PHONE NUMBER	:	Fax:	Email:	
PERSON IN CHARGE	:			
STPW NUMBER AND DATE	:			

The Continued Franchisee of Foreign Franchise shall give priority to the use of domestic goods and/or service as long as fulfilling the stipulated quality standard.



Numl Date

 Regulation of the Minister of Trade of the Republic of Indonesia

 Number
 : 31/M-DAG/PER/8/2008

 Dated
 : August 21, 2008

REGIONAL GOVERNMENT'S HEAD LETTER

FRANCHISE REGISTRATION CERTIFICATE (STPW) (CONTINUED FRANCHISEE OF DOMESTIC FRANCHISE)

NUMBER	:			
VALIDITY TERM	:		to	
COMPANY	:			
ADDRESS	:			
PHONE NUMBER	:	Fax:	Er	nail:
PERSON IN CHARGE	:			
POSITION	:			
GOODS/SERVICE BEING				
FRANCHISE OBJECT	:			
MARK	:			
FRANCHISOR'S COMPANY	:			
ADDRESS	:			
PERSON IN CHARGE	:			
AGREEMENT NUMBER				
AND DATE	:			
MARKETING AREA	:			
The Continued Frenchises of				

The Continued Franchisee of Domestic Franchise shall give priority to the use of domestic goods and/or service as long as fulfilling the stipulated quality standard.



FORM OF DEVELOPMENT

- A. The development carried out by the government, provincial and/or district/municipal government shall be among others:
 - Organizing the training and education on franchise system, for the Franchisor/Domestic Franchisee or for the businessmen of which the business is feasible to franchise;
 - Recommending the Franchisee/Prospective Franchisee to be provided with mitigation/facility to utilize the marketing facility, whether owned by the government or regional government or private;
 - Facilitate/recommend the Domestic Franchisor/Prospective Franchisor having the product potential to be promoted vaster to attend the franchise exhibition, in the home country or overseas;
 - Facilitate the business clinic facility, in the regions or in domestic exhibitions to be able to be utilized by the franchisees for consultation/discussion on the problem encountered;
 - 5. Try the provision of reward to the Domestic Franchisor who already successfully develop his Franchise well and provide good benefit for the national economic;
 - Facilitate to obtain the capital strengthening aid for the Domestic Franchisor/Franchisee, whether through the relevant agency or through the banking element.
- B. The development made by the Franchisor to the Franchisee are:
 - 1. Training and education on franchise management system in cooperation therefore the Franchisee is able to run the Franchise activity well and profitable;
 - Routinely provide the management operational guidance, therefore in case of error is found, it can be overcame immediately;
 - Assist the market development through the promotion, such as through advertisement, leaflet/catalog/brochure or exhibition;
 - 4. Research and development of market and product marketed, therefore according to the need and acceptable to the market well.



Regulation of the Minister of Trade of the Republic of IndonesiaNumber: 31/M-DAG/PER/8/2008Dated: August 21, 2008

HEAD LETTER

Num Encl		:		Place, Date
Re.		: Annual Report on Franchise Activity Franchisor/ Franchisee		To.
				Director General of Domestic Trade
				c.q. Director for Business
				Development Company
				Registration, Ministry of Trade of
				the Republic of Indonesia
				Jl. M.I. Ridwan Rais No. 5,
				Building II, 5th Floor
				in Jakarta
1.	Cor	npany	·	
2.	STR	PW Number & Date	÷	
3.	Тур	e and Mark of Business Franchised	÷	
4.	Nur	nber of Business Place/Outlet		
	a.	Own Management	:	
	b.	Franchised	:	
5.	Tur	nover (Report Year)	1	
6.	Tota	al Fee Paid (Franchisee)		
	a.	Franchise Fee	•	
	b.	Royalty Fee	:	
7.	Tota	al Fee Received (Franchisor)		
	a.	Franchise Fee	:	
	b.	Royalty Fee	:	
8.	Rav	v Material Value	:	
9.	Use	of Raw Material (%)		
	a.	Domestic	:	



	b. Import	:	
10.	Total Manpower		
	a. National	:	
	b. Foreign	:	
11.	Form of Development already provided		
	by Franchisor*	:	

In witness whereof, this report is truly made.

Company's Person in Charge,

<u>CC.:</u>

Agency Head responsible in trade sector (local Area)

* If insufficient, it can be made in attachment



le Republic of Indonesia DAG/PER/8/2008 t 21, 2008	(N	•	STATUS (FRANCHISOR/ FRANCHISEE)* 6	g STPW,
Regulation of the Minister of Trade of the Republic of Indonesia Number : 31/M-DAG/PER/8/2008 Dated : August 21, 2008	TION CERTIFICATE (STPV		TYPE OF GOODS/SERVICE FRANCHISED 5	Official Issuing STPW,
Attachment VIII	PROGRESS REPORT OF ISSUE OF FRANCHISE REGISTRATION CERTIFICATE (STPW)	January to December	STPW NUMBER AND DATE 4	
	REPORT OF ISSUE C	PERIOD PROVINCE/DISTRICT/MUNICIPAL	ADDRESS 3	Q
	PROGRESS	PERIOD PROVINCE/D	COMPANY/OWNER 2	Choose the appropriate one
			ġ –	*

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Attachment IX	R
	N

 Regulation of the Minister of Trade of the Republic of Indonesia

 Number
 : 31/M-DAG/PER/8/2008

 Dated
 : August 21, 2008

HEAD LETTER

Number	:			Place, Date
Encl.	:			
Re.	:	th Warning o	n Breach to	To.
		Provision on	Franchise	
		Registration		
				In

According to the information/data we gained, in fact your Company has carried out the activity by using the Franchise System but not have the Franchise Registration Certificate (STPW). The business activity has breached the provisions as follows:

- 1. <u>Article 10 paragraph (1) / Article 11 paragraph (1)</u> *) of the Government Regulation of the Republic of Indonesia Number 42 of 2007 regarding Franchise;
- Article 6 paragraph (1) / paragraph (2) * of Regulation of the Minister of Trade Number / M-DAG/PER / / 2008 regarding Franchising.

In this respect, within not later than 2 (two) weeks as of this Warning Letter, you shall have submit the application for registration of your <u>Franchise Offer</u> <u>Prospectus/Franchise Agreement*</u>) according to the provisions on Franchise in points 1 and 2 above, and if you still fails to submit the application for registration, you will be subjected to administrative sanction in terms of penalty.

Thank you for your attention.

Official Issuing STPW,

Cc.:

- 1. Director for Business Development and Company Registration, Ministry of Trade of the Republic of Indonesia;
- 2. Local District Head/Mayor;
- 3. Archive
- *) Choose the appropriate one that is subjected to sanction.



 Regulation of the Minister of Trade of the Republic of Indonesia

 Number
 : 31/M-DAG/PER/8/2008

 Dated
 : August 21, 2008

HEAD LETTER

Number	;		Place, Date
Encl.	:		
Re.	:	th Warning on Breach to	To.
		Franchise Development and	
		Reporting Obligation	
			In

According to our data and information, in fact your Company as the Franchisor with STPW Number Dated...... does not yet carrying out the Development and/or Reporting as provided for in Article 21 and Article 24 of Regulation of the Minister of Trade of the Republic of Indonesia Number of regarding Franchising namely as follows:

In this respect, within not later than 2 (two) weeks as of this Warning Letter, you shall perform your obligation and if you still fails to perform the same, you will be subjected to administrative sanction in terms of revocation of Franchise Registration Certificate (STPW) already owned.

Thank you for your attention.

Official Issuing STPW,

Cc.:

- 1. Director for Business Development and Company Registration, Ministry of Trade of the Republic of Indonesia
- 2. Local District Head/Mayor.

3. Archive

*) Choose the appropriate one that is subjected to sanction.



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Attachment XI

 Regulation of the Minister of Trade of the Republic of Indonesia

 Number
 : 31/M-DAG/PER/8/2008

 Dated
 : August 21, 2008

HEAD LETTER

DECISION OF OFFICIAL ISSUING STPW NUMBER: REGARDING SUSPENSION OF STPW

Considering	 where as based on the examination and evaluation result to the implementation of Franchise activity of PT jalan Owner of STPP Number dated in fact does not yet make: 1. Development to the Franchisee; and 2. Reporting the Franchise activity. 				
In view of	 Government Regulation of the Republic of Indonesia Number 42 2007 regarding Franchise; Regulation of Minister of Trade of the Republic of Indones Number regarding Franchising; III rd Warning Letter No Dated 				
HAS DECIDED:					
To Stipulate					
FIRST	To suspend the activity of STPW Number dated at the name PT JI. For maximum 2 (two) months.	of			
SECOND	During the suspension period of STPW as referred to in the First Dictur PT JI shall not carry out the Franchise activity.	n,			
THIRD	This Decision shall become effective as of the stipulation date.				

Stipulated in On Official Issuing STPW

<u>CC.:</u>

- 1. Director for Business Development and Company Registration, Ministry of Trade of the Republic of Indonesia
- 2. Local District Head/Mayor.
- 3. Agency Head (Provincial person in charge in trade sector of ...)



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Attachment XII

 Regulation of the Minister of Trade of the Republic of Indonesia

 Number
 : 31/M-DAG/PER/8/2008

 Dated
 : August 21, 2008

HEAD LETTER

DECISION OF

OFFICIAL ISSUING STPW

NUMBER:

REGARDING

REVOCATION OF STPW

Considering	:	Where as based on the examination and evaluation result to the		
		implementation of Franchise activity of PT jalan Owner of STPW		
		Number dated in fact fails to make:		
		1. Development to the Franchisee; and		
		2. Reporting the Franchise activity.		
In view of	:	1. Government Regulation of the Republic of Indonesia Number 42 of		
		2007 regarding Franchise;		
		2. Regulation of Minister of Trade of the Republic of Indonesia		
		Number regarding Franchising		
		3. Decision of Official Issuing STPW No. dated regarding		
		Suspension of STPW.		
HAS DECIDED:				
To Stipulate	:			
FIRST	:	To revoke STPW Number dated at the name of PT JI.		
SECOND	: By revocation of STPW as referred to in the First Dictum, your company			
		shall not carry out the Franchise activity.		
THIRD	:	: This Decision shall become effective as of the stipulation date.		
		Stipulated in		
		On		
		Official Issuing STPW		
<u>CC.:</u>				

1. Director for Business Development and Company Registration, Ministry of Trade of the Republic of Indonesia

2. Local District Head/Mayor.

3. Agency Head (Provincial person in charge in trade sector of ...)

> Translated from Indonesian Language Jakarta, October 1, 2010 Authorized and Sworn Translator, JKT GUB DI FIKRI SAID OBEL

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