



## **RISK & COMPLIANCE**

### **Compliance**

The Compliance function is tasked on assisting the management to maintain a good compliance culture and compliance with regulatory requirements managing compliance risk and facilitating PT DBS Vickers Sekuritas Indonesia (DBSVI) to comply with the prevailing rules and regulations. Compliance is an independent function in DBSVI.

The implementation of the Compliance function mainly covers :

- Identification and formulation of Compliance policies and/or SOPs, monitoring and conducting evaluation of Compliance controls;
- Preparation and implementation of risk-based compliance testing programs;
- Provide suggestions for improvement of the activities examined at the management level;
- Submission of reports to the Board of Commissioners (“BOC”) and Board of Directors (“BOD”), as well as to OJK in accordance with OJK regulations.

Under the OJK Regulations, the functions of Compliance and Internal Audit need not be differentiated.

### **Risk Management**

The risk management framework is based on 2 main sources:

- The risk management policy of parent company
- Local regulations regarding risk management issued by regulators as released from time to time

Risk Management is an independent function in DBSVI.

The Risk Management Strategy is set up by taking into account the following:

- Long-term sustainability of the company's business;
- Able to detect, measure, integrate and control risks arising from the company's business activities.

Risk Management is a critical aspect of DBSVI’s governance and management structure where the implementation at least covers 4 (four) pillars:

- Active management oversight by BOC and BOD;
- Adequacy of policies, procedures and limit setting in accordance with risk appetite and tolerance;
- Adequacy of the risk framework in identifying, measuring, monitoring and controlling the relevant risks;
- Overall internal control system.