



PRESIDENT
REPUBLIC OF INDONESIA

DECREE OF THE PRESIDENT OF THE REPUBLIC OF INDONESIA
NUMBER 27 YEAR 1998
ABOUT
ESTABLISHMENT OF A NATIONAL BANK RESTORATION AGENCY

PRESIDENT OF THE REPUBLIC OF INDONESIA,

Considering: that as the implementation of the Government's guarantee of obligations bank payments as referred to in the Presidential Decree Number 26 of 1998 and in the context of supervision, development and Bank restructuring efforts, it is deemed necessary to establish a Restructuring Agency National Banking by Presidential Decree;

- Remember :
1. Article 4 paragraph (1) of the 1945 Constitution;
 2. Law Number 13 of 1968 concerning Central Banks
(State Gazette of 1968 Number 63; Supplement to the Gazette of State Number 2865);
 3. Law Number 7 of 1992 concerning Banking (Gazette State 1992 Number 31; Supplement to State Gazette Number 3472);
 4. Presidential Decree No. 17/1998 on the Council
Consolidating Economic and Financial Resilience;
 5. Presidential Decree Number 26 of 1998 concerning Guarantees
Against Payment Obligations of Commercial Banks (State Gazette 1998 Number 29)

DECIDE: ...



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DECIDE:

To stipulate: THE PRESIDENTIAL DECREE CONCERNING THE ESTABLISHMENT OF THE AGENCY
HEALTH OF NATIONAL BANKING.

article 1

Establishing the next National Bank Restructuring Agency
in this Presidential Decree is called IBRA, which is directly in the
under and responsible to the Minister of Finance.

Section 2

IBRA has the following duties:

- a. administering the guarantees provided by the Government
at Commercial Banks as referred to in the Decision
President Number 26 of 1998;
- b. carry out supervision, coaching and health efforts
including bank restructuring which is declared by Bank Indonesia
not healthy;
- c. take other legal actions required in order to
restructuring of unhealthy banks as referred to in
letter b.

Article 3 ...



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Article 3

IBRA is led by a chairman, who is appointed and dismissed by the President.

Article 4

Other leadership personnel from IBRA are determined by the Minister Finance after receiving consideration from the Governor of Bank Indonesia.

Article 5

All costs required for the implementation of IBRA's duties are charged to separated State assets and other legitimate sources.

Article 6

If the implementation of IBRA's duties as referred to in This Presidential Decree has been reached, then IBRA is dissolved and all his assets belong to the state.

Article 7...



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Article 7

This Presidential Decree shall come into force on the date of stipulation.

Set in Jakarta

on January 26, 1998

PRESIDENT OF THE REPUBLIC OF INDONESIA

signed.

SOEHARTO