

REGULATION OF THE REGENCY OF SERANG  
NUMBER 4 OF 2024  
ON  
DISSOLUTION OF PERSEROAN TERBATAS LEMBAGA KEUANGAN MIKRO  
CIOMAS KABUPATEN SERANG

BY THE BLESSINGS OF ALMIGHTY GOD,

REGENT OF SERANG,

- Considering :
- a. that Perseroan Terbatas Lembaga Keuangan Mikro Ciomas Kabupaten Serang has faced difficulties arising from a number of issues including mismanagement and corruption in recent years;
  - b. that Perseroan Terbatas Lembaga Keuangan Mikro Ciomas Kabupaten Serang has been prohibited from raising funds from the public and conducting business activities as a Microfinance Institution based on Financial Services Authority Letter Number S-3/NB.123/2020 on 23 January 2020 on the Notification of Conditional Business License Revocation;
  - c. that based on Article 23 section (1) and section (2) of Law Number 1 of 2013 on Microfinance Institutions, if efforts to rehabilitate the Microfinance Institution fail to overcome liquidity problems, the board of directors of a Microfinance Institution is mandated to convene immediately a General Meeting of Shareholders for dissolving the legal entity and establishing a liquidation team;
  - d. that under Decision of the Serang District Court Number 100/Pdt.P/2021/PN.Srg on 25 May 2021, the liquidation team has been granted a permit and authority to carry out its duties in accordance with the Decision of Minutes of the Extraordinary General Meeting of Shareholders Number 584.3/066/IV-21/PT.LKM.CMS on 12 April 202;

- e. that from a legal and regulatory perspective, Perseroan Terbatas Lembaga Keuangan Mikro Ciomas Kabupaten Serang has been formally dissolved, however, considering that it is a Local-Owned Enterprise, the provisions of legislation regarding dissolution of entities are applied;
- f. that under Article 124 section (1) of Government Regulation Number 54 of 2017 on Local-owned Enterprises, the dissolution of a Local-Owned Enterprise is stipulated by a Regional Regulation;
- g. that based on the considerations of point a to point f, it is necessary to issue a Regional Regulation on Dissolution of Perseroan Terbatas Lembaga Keuangan Mikro Ciomas Kabupaten Serang;

- Observing : 1. Article 18 section (6) of the 1945 Constitution of the Republic of Indonesia;
2. Law Number 14 of 1950 on Regency Governments within West Java Province (State Bulletin of 1950), as amended by Law Number 4 of 1968 on Establishment of Purwakarta Regency and Subang Regency by Amending Law Number 14 of 1950 on Regency Governments within West Java Province (State Gazette of the Republic of Indonesia of 1968 Number 31, Supplement to the State Gazette of the Republic of Indonesia Number 2851);
3. Law Number 23 of 2000 on Establishment of Banten Province (State Gazette of the Republic of Indonesia of 2000 Number 182, Supplement to the State Gazette of the Republic of Indonesia Number 4010);
4. Law Number 40 of 2007 on Limited Liability Companies (State Gazette of the Republic of Indonesia of 2007 Number 106, Supplement to the State Gazette of the Republic of Indonesia Number 4756), as amended several times last by Law Number 6 of 2023 on Enactment of Government Regulation in Lieu of Law Number 2 of 2022 on Job Creation to Become Law (State Gazette of the Republic of Indonesia of 2023 Number 41, Supplement to the State Gazette of the Republic of Indonesia Number 6856);
5. Law Number 1 of 2013 on Microfinance Institutions (State Gazette of the Republic of Indonesia of 2013 Number 12, Supplement to the State Gazette of the Republic of Indonesia Number 5394), as amended several times last by Law Number 4 of 2023 on Financial Sector Development and Strengthening (State Gazette of the Republic of Indonesia of 2023 Number 4, Supplement to the State Gazette of the Republic of Indonesia Number 6845);

6. Law Number 23 of 2014 on Local Governments (State Gazette of the Republic of Indonesia of 2014 Number 244, Supplement to the State Gazette of the Republic of Indonesia Number 5587) as amended several times last by Law Number 6 of 2023 on Enactment of Government Regulation in Lieu of Law Number 2 of 2022 on Job Creation to Become Law (State Gazette of the Republic of Indonesia of 2023 Number 41, Supplement to the State Gazette of the Republic of Indonesia Number 6856);
7. Government Regulation Number 54 of 2017 on Local-Owned Enterprises (State Gazette of the Republic of Indonesia of 2017 Number 305, Supplement to the State Gazette of the Republic of Indonesia Number 6173);

With the Joint Approval of  
THE REGIONAL HOUSE OF REPRESENTATIVES OF THE REGENCY OF  
SERANG  
and  
THE REGENT OF SERANG

HAS DECIDED:

To issue : REGIONAL REGULATION ONDISSOLUTION OF PERSEROAN TERBATAS LEMBAGA KEUANGAN MIKRO CIOMAS KABUPATEN SERANG.

## CHAPTER I GENERAL PROVISIONS

### Article 1

In this Regional Regulation:

1. Region means the Regency of Serang.
2. Local Government means the Regent as the administering element of local governance who leads the implementation of government affairs within the autonomous region.
3. Regent means the Regent of Serang.
4. Microfinance Institution (*Lembaga Keuangan Mikro*) hereinafter referred to as LKM means a Financial Institution specifically established to provide business development services and community empowerment through financing and funding of micro-scale business to member and public, management, savings and providing consultancy services for the development of business conducted not solely for profit.
5. Perseroan Terbatas Lembaga Keuangan Mikro Ciomas Kabupaten Serang, hereinafter referred to as PT LKM Ciomas Kabupaten Serang means the sub-district credit enterprise headquartered in Sub-District Ciomas.

6. General Meeting of Shareholders, hereinafter referred to as RUPS means the corporate organ that holds authority not granted to the board of directors or the board of commissioners within the limits set forth in the Law concerning limited liability companies and/or the articles of association.

## CHAPTER II DISSOLUTION

### Article 2

PT LKM Ciomas Kabupaten Serang established under Regional Regulation Number 2 of 2015 on Perseroan Terbatas Lembaga Keuangan Mikro Ciomas Kabupaten Serang is dissolved by this Regional Regulation.

### Article 3

In dissolving PT LKM Ciomas Kabupaten Serang, the Local Government, as the majority shareholder, along with PT LKM Ciomas Kabupaten Serang settle all obligations of PT LKM Ciomas Kabupaten Serang in accordance with the provisions of legislation.

### Article 4

The liquidation in relation to the dissolution of PT LKM Ciomas Kabupaten Serangas referred to in Article 1 is conducted in accordance with:

- a. legislation on local-owned enterprises;
- b. legislation on limited liability companies;
- c. legislation on microfinance institutions;
- d. legislation on financial services; and
- e. other relevant legislation.

### Article 5

- (1) The dissolution of PT LKM Ciomas Kabupaten Serang as referred to in Article 2 is followed by liquidation carried out by the liquidator in accordance with the provisions of legislation.
- (2) The dissolution of PT LKM Ciomas as referred to in section (1) does not eliminate the legal entity status of PT LKM Ciomas until the liquidation is completed and the liquidator's accountability is accepted by the Regent.
- (3) Upon completion of liquidation as referred to in section (2), the Regent may declare the dissolution of the liquidator.
- (4) The liquidator as referred to in section (2) shall:

- a. announce the plan to distribute liquidation assets of PT LKM Ciomas Kabupaten Serang via printed or electronic media;
- b. record and collect the assets and debts of PT LKM Ciomas Kabupaten Serang;
- c. record and collect ongoing cooperation agreements of PT LKM Ciomas Kabupaten Serang;
- d. make payments to creditors of PT LKM Ciomas Kabupaten Serang;
- e. make payments of the remaining assets to the shareholders; and
- f. take any other necessary actions in accordance with the provisions of legislation.

#### Article 6

All remaining assets from the liquidation of PT LKM Ciomas Kabupaten Serang are returned to the Region.

#### Article 7

At the time this Regulation comes into force, Regional Regulation Number 2 of 2015 on Perseroan Terbatas Lembaga Keuangan Mikro Ciomas Kabupaten Serang (Regional Gazette of the Regency of Serang of 2015 Number 02, Supplement to the Regional Gazette of the Regency of Serang Number 26) is repealed and declared ineffective.

#### Article 8

This Regional Regulation comes into force on the date of its promulgation.

In order that every person may know hereof, it is ordered to promulgate this Regional Regulation by its placement in the Regional Gazette of the Regency of Serang.

Issued in Serang  
on 7 October 2024  
REGENT OF SERANG,

signed

RATU TATU CHASANAH

Promulgated in Serang  
on 7 October 2024  
Acting REGIONAL SECRETARY OF THE REGENCY OF SERANG

signed

RUDY SUHARTANTO

REGIONAL GAZETTE OF THE REGENCY OF SERANG OF 2024 NUMBER 4

Jakarta, 4 December 2025  
Has been translated as an Official Translation  
on behalf of the Minister of Law  
of the Republic of Indonesia  
DIRECTOR GENERAL OF LEGISLATION,



DIATIANA PUTRA

ELUCIDATION  
OF  
REGULATION OF THE REGENCY OF SERANG  
NUMBER 4 OF 2024  
ON  
DISSOLUTION OF PERSEROAN TERBATAS LEMBAGA KEUANGAN MIKRO  
CIOMAS KABUPATEN SERANG

I. GENERAL

PT LKM Ciomas Kabupaten is a Local-Owned Enterprise (BUMD) of Serang Regency Government operating in financial services and savings and loans, it is established under Regional Regulation Number 2 of 2015 on Perseroan Terbatas Lembaga Keuangan Mikro Ciomas Kabupaten Serang. In recent years, PT LKM Ciomas Kabupaten Serang has faced a number of issues, ranging from mismanagement to corruption cases, resulting in significant financial distress. As a consequence, the shareholders of PT LKM Ciomas Kabupaten Serang, through the Extraordinary General Meeting of Shareholders (*Rapat Umum Pemegang Saham Luar Biasa*, RUPSLB) as noted in the Decision of Minutes of the RUPSLB Number 584.3/066/IV-21/PT.LKM.CMS on 12 April 2021 has decided to liquidate PT LKM Ciomas Kabupaten Serang. This decision is followed by a liquidation petition submitted to the Serang District Court, on the liquidation petition the Court issues a Court Decision Number 100/Pdt.P/2021/PN.Srg on 25 May 2021.

Under the provisions of the Law on Limited Liability Companies, PT LKM Ciomas Kabupaten Serang has been officially dissolved. However, as the company is also classified as a Local-owned Enterprise (BUMD), its dissolution is subject not only to limited liability company law, but also to the applicable regulations regarding local governance, generally those on the establishment and dissolution of BUMDs. According to Government Regulation Number 54 of 2017 on Local-owned Enterprises, the dissolution of a BUMD needs to be governed by a Regional Regulation. Therefore, in compliance with the provisions, the

dissolution of PT LKM Ciomas Kabupaten Serang need to be stipulated by the Regional Regulation.

## II. ARTICLE BY ARTICLE

### Article 1

Sufficiently clear

### Article 2

Sufficiently clear.

### Article 3

The term “settle all obligations of PT LKM Ciomas Kabupaten Serang” means obligations as determined by the Serang District Court Decision Number 100/Pdt.P/2021/PN.Srg on 25 May 2021 as well as other obligations stipulated under legislation.

### Article 4

Sufficiently clear.

### Article 5

#### Section (1)

Sufficiently clear.

#### Section (2)

Sufficiently clear.

#### Section (3)

Sufficiently clear.

#### Section (4)

##### Point a

Sufficiently clear.

##### Point b

The term "assets" means both tangible and intangible assets that are valuable and owned legally by PT LKM Ciomas.

The term "debts" means obligations that must be fulfilled by PT LKM Ciomas.

##### Point c

Sufficiently clear.

##### Point d

Sufficiently clear.

##### Point e

The term “shareholder” means the shareholders of PT LKM Ciomas which consist of the Local Government of Kabupaten Serang and the Provincial Government of West Java.

### Article 6

Sufficiently clear.



Article 7  
Sufficiently clear.

Article 8  
Sufficiently clear.

SUPPLEMENT TO THE REGIONAL GAZETTE OF THE REGENCY OF SERANG  
NUMBER 119