

APPENDICES -1

Member List of The Study Team

(1) Members for Field Survey

Name	Work Assignment	Current Position
Mr. Seiji Kaiho	Leader	Deputy Director General, Grant Aid Management Department, JICA
Mr. Osamu Makino	Technical Advisor	Senior Advisor (Electro-communications, Higher Education), Institute for International Cooperation, JICA
Mr. Tatsuo Hirose	Technical Advisor	International Communication Center, Communications Operation Office, Info-communications Planning Division, Info-communications Bureau, National Police Agency
Ms. Asuka Tsuboike	Coordinator	Education Team, Project Management Group 1, Grant Aid Management Department, JICA
Mr. Masaaki Ueda	Chief Consultant/ Radio Communication Planner	Yachiyo Engineering Co., Ltd.
Mr. Tadatoshi Tanaka	Crime Identification/ Drug Enforcement Planner	Yachiyo Engineering Co., Ltd.
Mr. Yutaka Takahashi	KOBAN Facilities Planner	Yachiyo Engineering Co., Ltd.
Mr. Kenji Hiramatsu	Cost Estimation / Procurement Planner	Yachiyo Engineering Co., Ltd.
Mr. Akihiro Shimomura	Local Procurement Planner	Yachiyo Engineering Co., Ltd.

(2) Members for Explanation of Draft Final Report

Name	Job title	Occupation
Mr. Tomoyuki TADA	Leader	Team Director, Education Team Project Management Group 1 Grant Aid Management Dept., JICA
Mr. Masaaki UEDA	Chief Consultant/Equipment Planner	YACHIYO Engineering Co., Ltd.
Mr. Kenji HIRAMATSU	Procurement Planner/Cost Estimator	YACHIYO Engineering Co., Ltd.
Mr. Akihiro SHIMOMURA	Procurement Planner	YACHIYO Engineering Co., Ltd.

APPENDICES –2

Study Schedule

(1) Itinerary of the Field Survey

No.	Date		Leader <Mr. Kaiho> Group:A	Technical Advisor <Mr.MAKINO> (Radio Communication) Group:A	Coordinator	Technical Advisor <Mr.HIROSE> (Police Radio Communication) Group:A	Equipment Planner 1 <Mr.UEDA> (Radio Communication) Group:A	Equipment Planner 2<Mr.TANAKA> (Criminal Identification and Drug Enforcement), Procurement Planner <Mr.SHIMOMURA> Group:B	Cost Estimation/ Procurement Planner <Mr.HIRAMATSU> Group:C	KOBAN Facilities Planner	
1	4/11	Sun		Narita→Jakarta							
2	4/12	Mon		AM Courtesy call to JICA office and meeting with JICA experts							
3	4/13	Tue		9:30 Kickoff meeting of working group ;discussion on outline of the Study (Explanation of the outline, tentative schedule, confirmation of the Request)							
4	4/14	Wed		[Group:A&C] AM Courtesy call to Radio Communication Section, INP HQ PM Discussion with Radio Communication Section, Jakarta Metropolitan Police HQ [Group:B] Discussion with Criminal Identification Section INP							
5	4/15	Thu		[Group:A&C] AM Survey on Radio Communication system for Inner Jakarta Metropolitan Police PM Discussion with Bekasi Police Resort [Group:B] Discussion with Criminal Identification Section, Jakarta Metropolitan Police							
6	4/16	Fri		[Group:A&C] Survey on radio communication system in Bekasi Police Resort [Group:B] Survey on equipment for criminal identification							
7	4/17	Sat		Site survey							
8	4/18	Sun	Narita→ Jakarta	Internal Meeting							
9	4/19	Mon	10:00 Discussion with Japanese experts of the PROGRAM 14:00 Courtesy Call to Embassy of Japan					Interview survey with another donors (Germany and USA)			

No.	Date		Leader <Mr. Kaiho> Group:A	Technical Advisor <Mr.MAKINO> (Radio Communication) Group:A	Coordinator	Technical Advisor <Mr.HIROSE> (Police Radio Communication) Group:A	Equipment Planner 1 <Mr.UEDA> (Radio Communication) Group:A	Equipment Planner 2<Mr.TANAKA> (Criminal Identification and Drug Enforcement), Procurement Planner <Mr.SHIMOMURA> Group:B	Cost Estimation/ Procurement Planner <Mr.HIRAMATSU> Group:C	KOBAN Facilities Planner		
10	4/20	Tue	Hearing to Japanese experts of the PROGRAM					Survey of distribution system of regent (interview with Bekasi Police Resort and POLSEK)	Interview survey with contractors of KOBANs of TCP			
11	4/21	Wed	(AM) Discussion with Bekasi Police Resort (PM) Site Survey of KOBAN kit					Hearing to INP (distribution system of regent)	Survey of procurement conditions (unit price of construction materials and workers)			
12	4/22	Thu	(AM) Discussion on draft minutes (PM) Site survey					Site survey	Site survey			
13	4/23	Fri	(AM) Signing of Minutes (PM) Report to JJICA Office and Embassy of Japan					Site survey for equipment				
14	4/24	Sat	Jakarta→Narita					Site survey (two KOBANs of TCP, one proposed site, and Pos Polisi)	Jakarta→Narita		Site survey (two KOBANs of TCP, one proposed site, and Pos Polisi)	
15	4/25	Sun	Internal Meeting								1	
16	4/26	Mon						Survey of Equipment (Existing equipment and site)		Survey of Equipment (Existing equipment and site)	Discussion on design of KOBAN with JICA experts and coordinator	2
17	4/27	Tue						Discussion with Bekasi Police Resort		Discussion with Bekasi Police Resort		3

No.	Date		Leader <Mr. Kaiho> Group:A	Technical Advisor <Mr.MAKINO> (Radio Communication) Group:A	Coordinator	Technical Advisor <Mr.HIROSE> (Police Radio Communication) Group:A	Equipment Planner 1 <Mr.UEDA> (Radio Communication) Group:A	Equipment Planner 2<Mr.TANAKA> (Criminal Identification and Drug Enforcement), Procurement Planner <Mr.SHIMOMURA> Group:B	Cost Estimation/ Procurement Planner <Mr.HIRAMATSU> Group:C	KOBAN Facilities Planner										
18	4/28	Wed									Discussion with Bekasi Police Resort	4								
19	4/29	Thu									Site Survey of KOBANs of TCP	5								
20	4/30	Fri										Interview survey with contractors of KOBANs of TCP	6							
21	5/1	Sat									Surveying of the proposed sites	7								
22	5/2	Sun									Internal Meeting	8								
23	5/3	Mon									(AM) Discussion with Bekasi Police Resort (PM) Report to JICA Indonesia office	9								
24	5/4	Tue									Jakarta→Narita	Jakarta→Narita	Surveying of the proposed sites	10						
25	5/5	Wed																	Survey of local contractors	11
26	5/6	Thu																	Discussion with Bekasi Police Resort	12
27	5/7	Fri																	Discussion with JICA experts	13

No.	Date		Leader <Mr. Kaiho> Group:A	Technical Advisor <Mr.MAKINO> (Radio Communication) Group:A	Coordinator	Technical Advisor <Mr.HIROSE> (Police Radio Communication) Group:A	Equipment Planner 1 <Mr.UEDA> (Radio Communication) Group:A	Equipment Planner 2<Mr.TANAKA> (Criminal Identification and Drug Enforcement), Procurement Planner <Mr.SHIMOMURA> Group:B	Cost Estimation/ Procurement Planner <Mr.HIRAMATSU> Group:C	KOBAN Facilities Planner	
28	5/8	Sat								Discussion with Bekasi Police Resort	14
29	5/9	Sun								Site Survey	15
30	5/10	Mon								Site Survey	16
31	5/11	Tue								Site Survey	17
32	5/12	Wed								Discussion on outline of design	18
33	5/13	Thu								Discussion on outline of design	19
34	5/14	Fri								Survey of procurement condition	20
34	5/15	Sat								Survey of procurement condition	21
34	5/16	Sun								Report to Bekasi Police Resort	22
34	5/17	Mon								Report to JICA Indonesia office	23
34	5/18	Tue								Jakarta→Narita	24

(2) Itinerary of Explanation for the Draft Report (Tentative)

			<Group A> Radio Communication Network			<Group B> Criminal Identification/ Drug Enforcement		
			Leader Mr. Tomoyuki TADA	Chief consultant /Equipment Planner Mr. Masaaki UEDA	Procurement planner/Cost Estimator Mr. Kenji HIRAMATSU	Procurement Planner Mr. Akihiro SHIMOMURA	Coordinator Ms. Asuka TSUBOIKE	
1	6/14	Mon	Narita→Jalarta					
2	6/15	Tue	AM Program Meeting	AM Discussion with Radio Communication Section , INP HQ				
			PM Discussion with Command & Control Section and Criminal Identification Section, Jakarta Metropolitan Police					
3	6/16	Wed	AM Discussion with Communication Section, Bekasi Police Resort	AM Discussion with Directorate of Drug Enforcement & Organized crime, INP				
			PM Discussion with Bekasi Police Resort on KOBAN and Criminal Identification kit					
4	6/17	Thu	Discussion on draft M/D					
5	6/18	Fri	AM Signing of M/D					
			PM Report to Embassy of Japan and JICA Office					
6	6/19	Sat	Jakarta→Narita					
			→Narita					

APPENDICES –3
List of Parties Concerned in the
Recipient Country

List of Parties Concerned in the Recipient Country

INP/MABES

Mr. Tjuk Sugiarto	Deputy of Planning and Development Indonesian National Police
Mr. Bambang Setijoko	Chief of Section Electronic Communication and Electronic Center, Division of Telecommunication and Infomatical
Mr. Suroto	Assistant Chief of Section Electronic Communication and Electronic Center, Division of Telecommunication and Infomatical
Mr. Sukam	Section Electronic Communication and Electronic Center, Division of Telecommunication and Infomatical
Mr. Goreis Mere	Director, Directorate of Drug Enforcement & Organized Crime, Criminal Investigation Board
Mr. A. Rochjana	Deputy Director, Directorate of Drug Enforcement & Organized Crime, Criminal Investigation Board
Mr. B. Banu Saputra	Police Colonel, Directorate of Drug Enforcement & Organized Crime, Criminal Investigation Board
Mr. Amos Wau	Investigator, Directorate of Drug Enforcement & Organized Crime, Criminal Investigation Board
Ms. Erni Malina Irawati	Investigator, Directorate of Drug Enforcement & Organized Crime, Criminal Investigation Board
Ms. Venny Yulius S. Sos	Investigator, Directorate of Drug Enforcement & Organized Crime, Criminal Investigation Board

Jakarta Metropolitan Police

Mr. Wiliardi Wizar	Komisaris Besar Polisi
Mr. Suyanto	Chief of Section Communication and Electronic Directorate
Mr. Sahry Ramadhan	Technical Consultant
Mr. Sugeno	Chief of Identification Section
Mr. I.G.N. Darma	Chief Unit Scene of Crime, Identification Section
Mr. Burhanuddin Hippy	Chief Unit Scene of Crime, Identification Section

Police Resort

Mr. Sunarto	Chief of Identification Section
Mr. Imam SaputraJarman	Chief Unit of Vital Object Security

Cikarang Sub-police

Mr. Mardjono Director

Embassy of Japan in Indonesia

Mr. Yoshitaka Akimoto Minister
Mr. Satoshi Suzuki Counsellor
Mr. Teruhisa Goto First Secretary

JICA Indonesia Office

Mr. Kato Keiichi Resident Representative
Mr. Tsuji Takashi Deputy Resident Representative
Mr. Ueda Daisuke Assistant Resident Representative

JICA Experts

Mr. Yamazaki Hiroto Adviser to the Chief of INP
Chief Superintendent of Police, National Police
Agency, Japan
Mr. Iguchi Shigeo Leader of Project in Bekasi Police Resort, Police
Superintendent, TMPD Japan
Mr. Takeba Akira Expert of Project in Bekasi Police Resort, Police
Inspector E.P.P
Mr. Aoki Hiroshi Expert of Project in Bekasi Police Resort, Police
Inspector, TMPD Japan
Mr. Fujizuka Kazuyuki Expert of Project in Bekasi Police Resort, Police
Inspector, KPP Japan
Mr. Demiya Ryohei Expert for Drug Enforcement, Japan National
Police Agency
Mr. Ando Hiroshi Expert of Project in Bekasi Police Resort, Police
Inspector S.P.P
Mr. Anzai Toshiya Coordinator, Project in Bekasi Police Resort

APPENDICES –4

Minutes of Discussion

Minutes of Discussions
On
the Basic Design Study on the Grant Aid Project for
“Enhancement of the Civilian Police”
in the Republic of Indonesia

Based on the results of the Preliminary Study, the Japan International Cooperation Agency (hereinafter referred to as “JICA”) was entrusted to conduct a Basic Design Study on the Grant Aid Project for “Enhancement of the Civilian Police” in the Republic of Indonesia (hereinafter referred to as “the Project”).

The Basic Design Study Team (herein after referred to as “the Team”) is headed by Mr. Seiji KAIHO, Deputy Director General, Grant Aid Management Department, JICA, and conducted the Basic Design Study from 11th April to 23rd April, 2004. During this period of the Study, the Team had discussions with officials of the Indonesian National Police (hereinafter referred to as “INP”) in the formulation of the Project, and conducted a field survey for the Project.

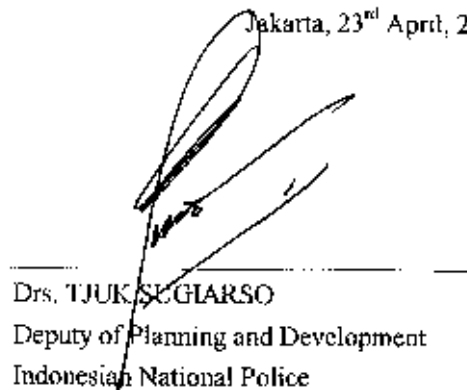
In the course of discussions and field survey, both parties confirmed to summarize results of the discussions as described in the ATTACHMENT to this Minutes of Discussions.

The Team will proceed to further works and prepare the Basic Design Study Report.

Jakarta, 23rd April, 2004



Mr. Seiji KAIHO
Leader,
Basic Design Study Team,
Japan International Cooperation Agency



Drs. TJUK SUGIARSO
Deputy of Planning and Development
Indonesian National Police

ATTACHMENT

1. Objective of the Project

The objective of this Grant Aid Project is to assist INP in its administrative reform into democratic civilian police, by providing the Government of Indonesia with financial support in procurement of equipment and construction of necessary facilities for effective and efficient implementation of the "Program for supporting Reform of Indonesian National Police (hereinafter referred to as "PROGRAM") as shown in ANNEX-1.

2. Project Site

The Project Sites are INP HDQ(MABES), Jakarta Metropolitan Police HDQ(POLDA), and four Regional Police(POLRES)(Bekasi, Cimahi, Kendal, and Sidoarjo)

3. Responsible and Implementing Organization

The responsible and implementing organization of the Project is INP.
The organization chart is attached in ANNEX-2.

4. Items requested by the Government of Indonesia

The list of items and its quantity requested by the Indonesian side is attached in ANNEX-3

The justification and appropriateness of the request will be further analyzed in Japan.
Therefore, the final components are subject to be changed.

5.Components of the Request by Indonesian Side

The Japanese side and Indonesian side confirmed that the components of the request are as below.

5-1 Radio Communication Network System

Based on the Minutes of Discussion signed by both Preliminary Study Team and the Government of Indonesia, on 28th October 2003, the Team understood the conceptual diagram of the Network System.

The team asked INP for further information on the Radio Communication Network System. Through the hearing and discussions, the both sides confirmed on the outline of the Radio Communication System as shown below(details and layout of the system is in ANNEX-4).

- Indonesian side strongly requested to secure integration with the existing system which INP equipped by themselves.
- In order to solve the impossibility of radio communication in a certain area of inner Bekasi Police(POLRES), the Japanese side will install new repeater facility on the Cikarang and BEJ Tower relay station. It will enable the mutual communication among Jakarta Metropolitan Police HDQ(POLDA), Bekasi Police(POLRES), sub-police(POLSEK)of Bekasi Police, and each subscriber connected to the System.
- Every communication will be available in both BEJ Tower and Cikarang service areas, without any adjustment of the mobile radio side.

5-2 Criminal Identification

- Japanese side confirmed the intended purpose of the requested equipments and the adequacy of its quantity.

 2

- For the smooth and appropriate use of the equipment, the Indonesian side strongly requested to keep the coordination with the present equipment provided through Technical Cooperation Project by the Government of Japan.
- Indonesian side newly requested for the air conditioner for the Color Laboratory. Since the printing system will radiate large quantity of heat, air conditioner was requested in order to use and maintain the equipment properly.

5-3 Drug Enforcement

- Japanese side confirmed the intended purpose of the requested equipments and the adequacy of its quantity.
- For the smooth and appropriate use of the equipment, the Indonesian side strongly requested to keep the coordination with the present equipment provided through technical cooperation by the Government of Japan.
- For the effective use of the equipment, INP promised to call a meeting for the authorities concerned to Drug Enforcement and distribute the equipment with its responsibility.
- As to the distribution and usage plan of Drug Test Kit and Refrigerator, Indonesian side promised to make it and submit to the Japanese side.
- Indonesian side newly requested for the Closed Radio Communication System consisting of repeater and handy talkie, for the purpose of efficient activity of drug enforcement.

5-4 KOBAN Kit

- Indonesian side explained that it was difficult to secure land for nine KOBAN within the duration of Basic Design Study, and Japanese side understood the situation.
- Japanese side also understood that it is necessary to monitor its usage of two KOBAN which is under construction through the "Technical Cooperation Project on Enhancement of Civilian Police" in jurisdiction of Bekasi Police.
- Japanese side further explained that the Basic Design Study Team for KOBAN would be dispatched after Indonesian side secures land for KOBAN.

6. Schedule for the Project

- 6-1. The consultants will proceed to further studies in the Republic of Indonesia until May 3rd.
- 6-2. JICA will prepare the draft report in English and dispatch a mission in order to explain its contents around the end of June, 2004.
- 6-3. In case that the contents of the report is accepted in principle by the Government of Indonesia, JICA will complete the final report and send it to the Government of Indonesia by October, 2004.

7. Japan's Grant Aid Scheme

7-1 Scheme and Schedule

Indonesian side understood the scheme and schedule of Japan's Grant Aid explained by the Team, as described in Annex-5

7-2 Necessary measures to be taken by the Indonesian side

Indonesian side agreed to take necessary measures, as described in Annex-6, for the

smooth implementation of the Project, when the Japan's Grant Aid is decided to be executed for the Project.

8. Other Relevant Issues

8-1 Appropriate use of the equipment

Indonesian side understood that they are required to maintain and use the equipment procured under this Grant Aid Project properly and effectively.

8-2 Consumable items


Both sides confirmed that a certain amount of consumable items for the initial operation would be included into the requested equipment, however, Indonesian side understood that those should be procured by themselves for continuous activities.

8-3 CIKARANG Tower

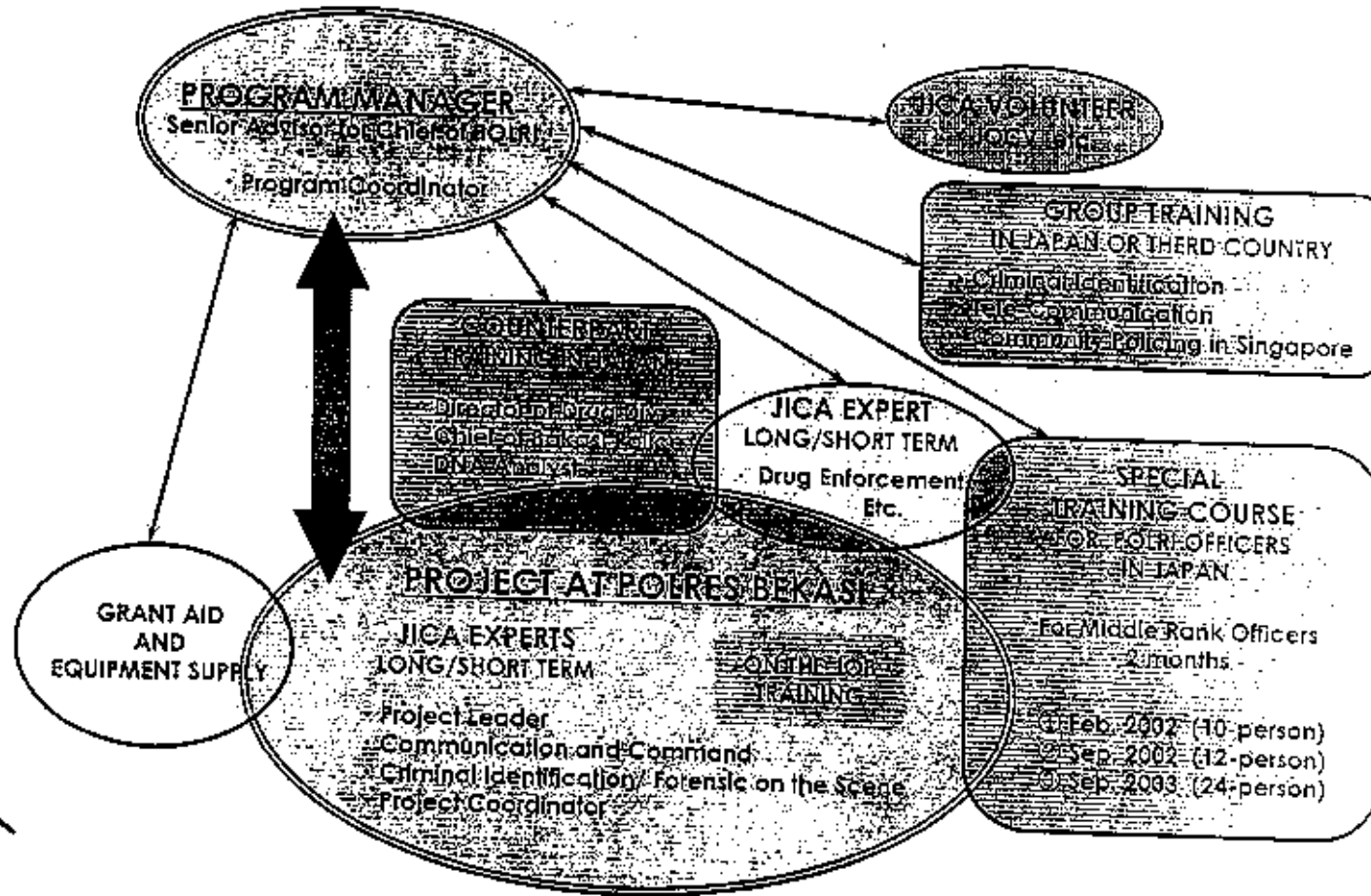
Regarding to the Radio Communication Network planned to be built under this Grant Aid Project, new equipment will be installed on the top of the Cikarang Tower.

Indonesian side promised to take necessary measures for securing safety and durability of the Tower by December, 2004, before the equipment will be installed.

END



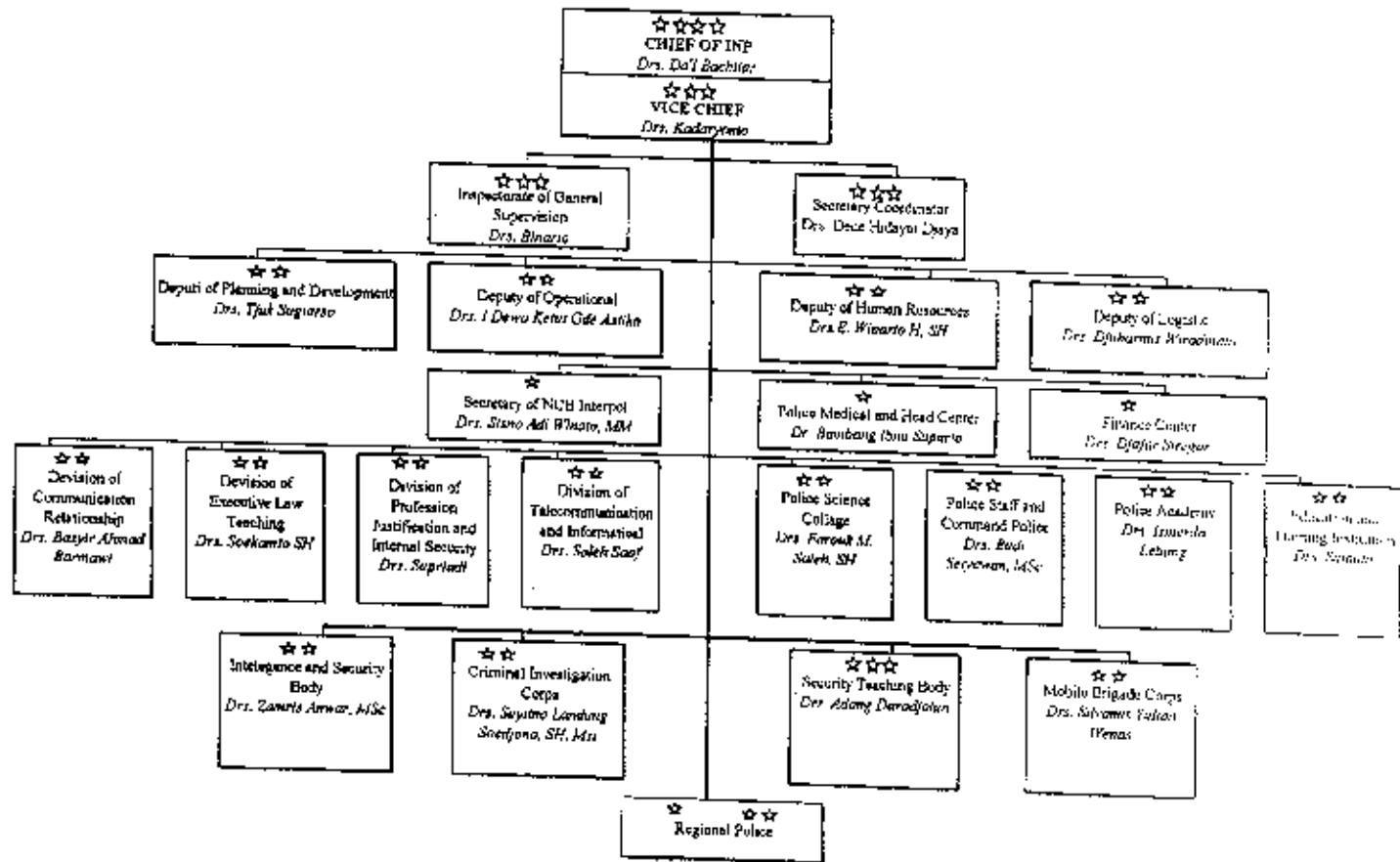
Japanese Government Program Supporting Police Reform of Indonesia



INP ORGANIZATION

(KEMPPRES No. 79/2002 date October 10, 2002)

01/01/2004



A4-7

ANNEX

Requested Items

(Police Radio communication Network)

Item	Quantity	Place
Subscriber Radio	500	Bekasi POLRES
Speaker-Mic for Subscriber Radio	500	Bekasi POLRES
Mobile Radio	80	Bekasi POLRES
Station Radio	2	Bekasi POLRES
Generators (Diesel)	1	Cikarang
UPS	1	BEJ Tower
AC Distributor	1	Cikarang
Battery	1	Cikarang
Controller	1	BEJ Tower
Repeater	2 lot	Cikarang, BEJ Tower
Channel Bank	2 lot	Cikarang BEJ Tower
Module (spare parts)	1	Jakarta POLDA
Test Equipment and Tools	1	Jakarta POLDA
Programming Kit and Manual	1	Jakarta POLDA
Microwave Link	1 set	Between BEJ Tower and Cikarang
Renovation of existing system	1 lot	BEJ Tower


(Criminal Identification)

Item	Quantity	Place
Powder method crime fingerprint collection kit	3	3 copying POLRES (Cimahi, Kendal, Sidoarjo)
Chemical method fingerprint collection set	3	3 copying POLRES (Cimahi, Kendal, Sidoarjo)
Field photograph set	3	3 copying POLRES (Cimahi, Kendal, Sidoarjo)
Field photograph development machine	1	Jakarta POLDA
Color photograph printing machine	1	Jakarta POLDA
Agents and materials for photograph developing and printing	1	Jakarta POLDA
Instant printing system	1	Jakarta POLDA
Air Conditioner	1	Jakarta POLDA

(Drug Enforcement)

Item	Quantity	Place
Drug test kit	400	373POLRES*, PUSDIK
Refrigerator	400	373POLRES*, PUSDIK
Closed Radio communication set	1	INF(MABES)

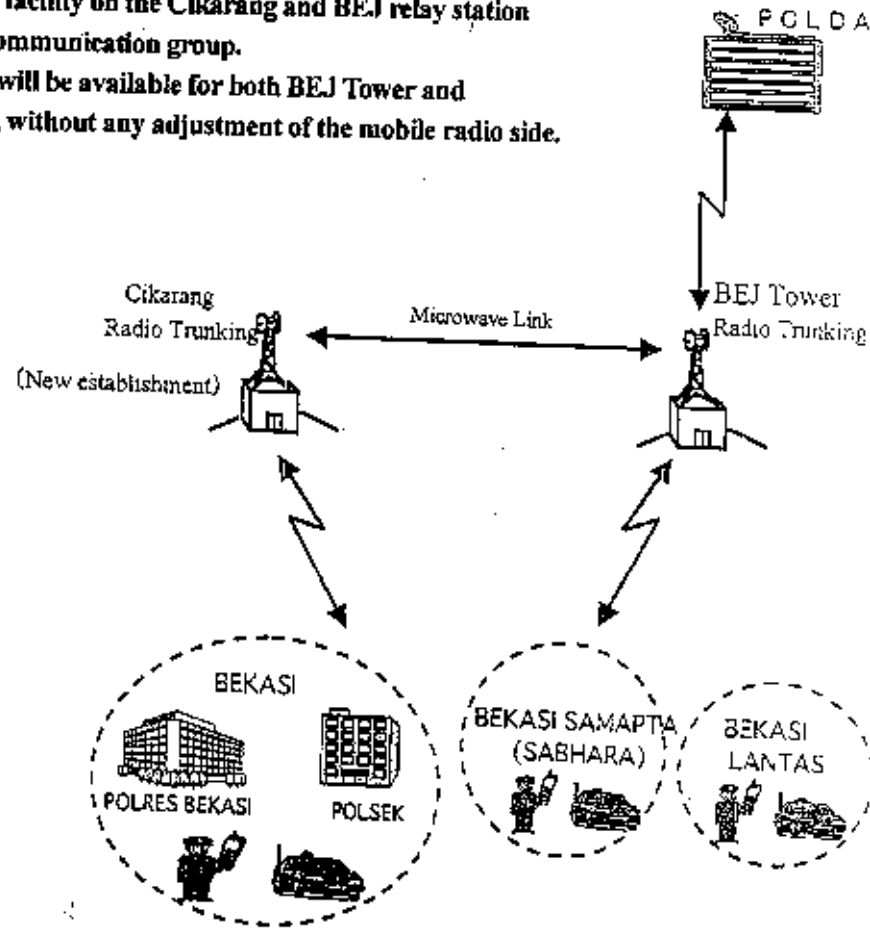
*The Indonesian side explained to call the staff from every POLRES and distribute to the all 373 POLRES with its responsibility.



P

800 MHz Trunking System Configuration

1. To install new repeater facility on the Cikarang and BEJ relay station and create new radio communication group.
2. Every communication will be available for both BEJ Tower and Cikarang service areas, without any adjustment of the mobile radio side.



Japan's Grant Aid Scheme

The Grant Aid Scheme provides a recipient country with non-reimbursable funds to procure the facilities, equipment and services (engineering services and transportation of the products, etc.) for economic and social development of the country under principles in accordance with the relevant laws and regulations of Japan. Grant Aid is not supplied through the donation of materials as such.

1. Grant Aid Procedures

(1) Japan's Grant Aid Scheme is executed through the following procedures.

- Application (Request made by a recipient country)
- Study (Basic Design Study conducted by JICA)
- Appraisal & Approval (Appraisal by the Government of Japan and Approval by Cabinet)
- Determination of Implementation (The Notes exchanged between the Governments of Japan and the recipient country)

(2) Firstly, the application or request for a Grant Aid project submitted by a recipient country is examined by the Government of Japan (Ministry of Foreign Affairs) to determine whether or not it is eligible for Grant Aid. If the request is deemed appropriate, the Government of Japan assigns JICA to conduct a study on the request. If necessary, JICA send a Preliminary Study Team to the recipient country to confirm the contents of the request.

Secondly, JICA conducts the study (Basic Design Study), using Japanese consulting firms.

Thirdly, the Government of Japan appraises the project to see whether or not it is suitable for Japan's Grant Aid Programme, based on the Basic Design Study report prepared by JICA, and the results are then submitted to the Cabinet for approval.

Fourthly, the project, once approved by the Cabinet, becomes official with the Exchange of Notes signed by the Governments of Japan and the recipient country.

Finally, for the implementation of the project, JICA assists the recipient country in such matters as preparing tenders, contracts and so on.

2. Basic Design Study

(1) Contents of the Study

The aim of the Basic Design Study (hereinafter referred to as "the Study"), conducted by JICA on a requested project (hereinafter referred to as "the Project"), is to provide a basic document necessary for the appraisal of the Project by the Government of Japan. The contents of the Study are as follows:

- a) confirmation of the background, objectives and benefits of the Project and also institutional capacity of agencies concerned of the recipient country necessary for the Project's implementation;
- b) evaluation of the appropriateness of the Project to be implemented under the Grant Aid Scheme from the technical, social and economic points of view;
- c) confirmation of items agreed on by both parties concerning the basic concept of the Project;
- d) preparation of a basic design of the Project, and
- e) estimation of costs of the Project.

The contents of the original request are not necessarily approved in their initial form as the contents of the Grant Aid project. The Basic Design of the Project is confirmed considering the guidelines of Japan's Grant Aid Scheme.

The Government of Japan requests the Government of the recipient country to take whatever measures are necessary to ensure its self-reliance in the implementation of

the Project. Such measures must be guaranteed even though they may fall outside of the jurisdiction of the organization in the recipient country actually implementing the Project. Therefore, the implementation of the Project is confirmed by all relevant organizations of the recipient country through the Minutes of Discussions.

(?) Selection of Consultants

For the smooth implementation of the Study, JICA uses a consulting firm selected through its own procedure (competitive proposal). The selected firm participates the Study and prepares a report based upon the terms of reference set by JICA.

At the beginning of implementation after the Exchange of Notes, for the services of the Detailed Design and Construction Supervision of the Project, JICA recommends the same consulting firm which participated in the Study to the recipient country, in order to maintain the technical consistency between the Basic Design and Detailed Design.

3. Japan's Grant Aid Scheme

(1) Exchange of Notes (E/N)

Japan's Grant Aid is extended in accordance with the Notes exchanged by the two Governments concerned, in which the objectives of the project, period of execution, conditions and amount of the Grant Aid, etc., are confirmed.

(2) "The period of the Grant" means the one fiscal year which the Cabinet approves the project for. Within the fiscal year, all procedure such as exchanging of the Notes, concluding contracts with consulting firms and contractors and final payment to them must be completed.

However, in case of delays in delivery, installation or construction due to unforeseen factors such as weather, the period of the Grant Aid can be further extended for a maximum of one fiscal year at most by mutual agreement between the two Governments.

(3) Under the Grant, in principle, Japanese products and services including transport or those of the recipient country are to be purchased.

When the two Governments deem it necessary, the Grant Aid may be used for the purchase of the products or services of a third country.

However, the prime contractors, namely consulting, constructing and procurement firms, are limited to "Japanese nationals". (The term "Japanese nationals" means persons of Japanese nationality or Japanese corporations controlled by persons of Japanese nationality.)

(4) Necessity of "Verification"

The Government of the recipient country or its designated authority will conclude contracts denominated in Japanese yen with Japanese nationals. Those contracts shall be verified by the Government of Japan. This "Verification" is deemed necessary to secure accountability to Japanese taxpayers.

(5) Undertakings required to the Government of the Recipient Country

In the implementation of the Grant Aid project, the recipient country is required to undertake such necessary measures as the following:

- a) to secure a lot of land necessary for the construction of the Project and to clear the site;
- b) to provide facilities for distribution of electricity, water supply and drainage and other incidental facilities outside the site;
- c) to ensure prompt unloading and customs clearance at ports of disembarkation in the recipient country and internal transportation therein of the products purchased under the Grant Aid;
- d) to exempt Japanese nationals from customs duties, internal taxes and fiscal levies which may be imposed in the recipient country with respect to the supply of the products and services under the verified contracts;
- e) to accord Japanese nationals whose services may be required in connection with



the supply of the products and services under the verified contracts such facilities as may be necessary for their entry into the recipient country and stay therein for the performance of their work,
f) to ensure that the facilities constructed and products purchased under the Grant Aid be maintained and used properly and effectively for the Project; and
g) to bear all the expenses, other than those covered by the Grant Aid, necessary for the Project.

(6) "Proper Use"

The recipient country is required to maintain and use the facilities constructed and equipment purchased under the Grant Aid properly and effectively and to assign the necessary staff for operation and maintenance of them as well as to bear all the expenses other than those covered by the Grant Aid.

(7) "Re-export"

The products purchased under the Grant Aid shall not be re-exported from the recipient country.

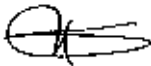
(8) Banking Arrangement (B/A)

a) The Government of the recipient country or its designated authority should open an account in the name of the Government of the recipient country in a bank in Japan (hereinafter referred to as "the Bank"). The Government of Japan will execute the Grant Aid by making payments in Japanese yen to cover the obligations incurred by the Government of the recipient country or its designated authority under the verified contracts.

b) The payments will be made when payment requests are presented by the Bank to the Government of Japan under an Authorization to Pay (A/P) issued by the Government of recipient country or its designated authority.

(9) Authorization to Pay (A/P)

The Government of the recipient country should bear an advising commission of an Authorization to Pay and payment commissions to the Bank.



Necessary Measures to be taken by each government

No	Items	To be covered by Japanese side	To be covered by Indonesian side
1	To secure land		●
2	To clear, level and reclaim the site when needed		●
3	To construct gates and fences in and around the site		●
4	To construct the parking lot		●
	To construct roads		●
5	1) Within the site		●
	2) Outside the site		●
6	To prepare Cikarang Tower and HJ Tower in good condition for installation of the equipment		●
	To provide facilities for the distribution of electricity, water supply, drainage and other incidental facilities		
	1) Electricity		●
	a. The distributing line to the site		●
	b. The drop wiring and internal wiring within the site	●	
	c. The main circuit breaker and transformer	●	
	2) Water Supply		●
	a. The city water distribution main to the site		●
	b. The supply system within the site (receiving and/or elevated tanks)		●
	3) Drainage		●
	a. The city drainage main (for storm, sewer and others) to the site		●
	b. The drainage system (for toilet sewer, ordinary waste, storm drainage and others) within the site		●
	4) Gas Supply		●
	a. The city gas main to the site		●
	b. The gas supply system within the site		●
	5) Telephone System		●
	a. The telephone trunk line to the main distribution frame / panel (MDF) of the building		●
	b. The MDF and the extension after the frame / panel	●	
	6) Furniture and Equipment		●
	a. General furniture		●
	b. Project equipment	●	
8	To bear the following commissions to a bank of Japan for the banking services based upon the B/A		
	1) Advising commission of A/P		●
	2) Payment commission		●
9	To ensure prompt unloading and customs clearance at the port of disembarkation in recipient country		
	1) Marine(Air) transportation of the products from Japan to the recipient country	●	
	2) Tax exemption and customs clearance of the products at the port of disembarkation		●
	3) Internal transportation from the port of disembarkation to the project site	●	●
10	To accord Japanese nationals whose services may be required in connection with the supply of the products and the services under the verified contract such facilities as may be necessary for their entry into the recipient country and stay therein for the performance of their work		●
11	To exempt Japanese nationals from customs duties, internal taxes and other fiscal levies which may be imposed in the recipient country with respect to the supply of the products and services under the verified contracts		●

* If necessary

ANNEX-6

12	To maintain and use properly and effectively the facilities constructed and equipment provided under the Grant	•
13	To bear all the expenses, other than those to be borne by the Grant, necessary for construction of the facilities as well as for transportation and installation of the equipment	•



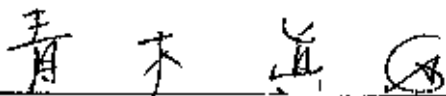
Minutes Of Discussions
On
the Basic Design Study On the Grant Aid Project for
"Enhancement of the Civilian Police"
in the Republic of Indonesia
(EXPLANATION ON DRAFT REPORT)

In June 2004, the Japan International Cooperation Agency (hereinafter referred to as "JICA") dispatched a Basic Design Study Team on the Grant Aid Project for "Enhancement of the Civilian Police" (hereinafter referred to as "the Project") to the Republic of Indonesia, and through discussion, field survey, and technical examination of the results in Japan, JICA prepared a draft report of the study.


In order to explain and to consult the Indonesian National Police (hereinafter referred to as "INP") on the components of the draft report, JICA sent to the Republic of Indonesia the Draft Report Explanation Team (hereinafter referred to as "the Team"), which is headed by Mr. Makoto AOKI, Deputy Director General, Grant Aid Management Department, JICA, from 14th June to 18th June, 2004.

As a result of discussions, both parties confirmed the main items described on the attached sheets.

Jakarta, 18th June, 2004



Mr. Makoto AOKI
Leader,
Explanation of the Draft Report
of Basic Design Study Team,
Japan International Cooperation Agency



Drs. Tjiek SUGIARSO
Deputy Chief of Indonesian National Police,
for Planning and Development

ATTACHMENT

1. Components of the Draft Report

The Indonesian side agreed and accepted in principle the components of the draft report explained by the Team.

The final components and equipments are listed in ANNEX-1.

2. Responsible and Implementing Organization

The responsible and implementing organization of the project is INP.

The Indonesian side understood that INP has responsibility to conduct periodical monitoring and evaluation of the progress of all phases of the Project such as allocation and use of recurrent cost, operation and maintenance of the equipment, manpower development of INP.

3. Japan's Grant Aid scheme

Indonesian side understood the Japan's Grant Aid Scheme in ANNEX-2, and the necessary measures to be taken by Indonesian side as explained by the Team and described in ANNEX-3 and ANNEX-6 of the Minutes of Discussions signed by both parties on 23rd April, 2004

*ANNEX-3 and ANNEX6 of the B/D is the same one.

4. Other relevant issues

4-1 Major Undertakings to be done by INP

(1) Supply of consumable items

Both sides confirmed that a certain amount of durable and consumable items for the initial operation would be included into the equipment, however, INP understood that those should be procured by themselves for continuous and appropriate use.

(2) Secure Transportation and distribution

With regard to inland transportation (foreign imported items: from the designated port of disembarkation / local products: from designated point of delivery to the site), all the transportation cost shall be born by INP on its own account. Also, INP takes any responsibility to effect the inland transportation.

4-2 CIKARANG Tower

With regard to the new equipment for Radio Communication Network to be installed on the top of the Cikarang Tower under this Grant Aid Project, Indonesian side promised to secure safety and durability of the Tower on and after installation. For the purpose, INP further promised to finish



necessary repair and renovation on the Tower before commencement of the installation.

END



ANNEX-1

List of each Equipment and Material

No	Equipment and Material	Quantity
[Radio Communication System]		
1	Subscriber Radio (Include Speaker-Mic)	503 units
2	Mobile Radio	86 units
3	Station Operation	2 lot
4	Repeater (Include Channel Bank)	2 lot
5	System Controller (Include Server, LAN, UPS)	1 lot
6	Microwave Link	1 set
7	Power Source System	1 lot
8	Renovation of Existing System	1 lot
9	Test Equipment and Tools	1 lot
[Onsite Criminal Identification]		
1	Powder Method Crime Fingerprint Collection Kit*	3 sets
2	Chemical Method Fingerprint Collection Set*	3 sets
3	Field Photograph Set*	3 sets
4	Field Photograph Development Machine	1 unit
5	Color Photograph Printing Machine	1 unit
6	Agents and Materials for Photograph Developing and Printing	1 unit
7	Instant Printing System	1 unit
8	Air Conditioner	1 unit
[Simple Drug Identification]		
1	Drug Test Set	228 sets
2	Materials for Drug test	389 sets
3	Refrigerator	17 units
4	Closed radio communication System	1 lot

*These items will be delivered to the Identification Section of INP. The Identification Section of INP takes all the cost and responsibility on the distribution of these items among the "Copy 3 POLRES(Chimahi, Kendal, Sidoarjo)".

Japan's Grant Aid Scheme

The Grant Aid Scheme provides a recipient country with non-reimbursable funds to procure the facilities, equipment and services (engineering services and transportation of the products, etc.) for economic and social development of the country under principles in accordance with the relevant laws and regulations of Japan. Grant Aid is not supplied through the donation of materials as such.

1. Grant Aid Procedures

(1) Japan's Grant Aid Scheme is executed through the following procedures.

- Application (Request made by a recipient country)
- Study (Basic Design Study conducted by JICA)
- Appraisal & Approval (Appraisal by the Government of Japan and Approval by Cabinet)
- Determination of Implementation (The Notes exchanged between the Governments of Japan and the recipient country)

(2) Firstly, the application or request for a Grant Aid project submitted by a recipient country is examined by the Government of Japan (Ministry of Foreign Affairs) to determine whether or not it is eligible for Grant Aid. If the request is deemed appropriate, the Government of Japan assigns JICA to conduct a study on the request. If necessary, JICA send a Preliminary Study Team to the recipient country to confirm the contents of the request.

Secondly, JICA conducts the study (Basic Design Study), using Japanese consulting firms.

Thirdly, the Government of Japan appraises the project to see whether or not it is suitable for Japan's Grant Aid Programme, based on the Basic Design Study report prepared by JICA, and the results are then submitted to the Cabinet for approval.

Fourthly, the project, once approved by the Cabinet, becomes official with the Exchange of Notes signed by the Governments of Japan and the recipient country.

Finally, for the implementation of the project, JICA assists the recipient country in such matters as preparing tenders, contracts and so on.

2. Basic Design Study

(1) Contents of the Study

The aim of the Basic Design Study (hereinafter referred to as "the Study"), conducted by JICA on a requested project (hereinafter referred to as "the Project"), is to provide a basic document necessary for the appraisal of the Project by the Government of Japan. The contents of the Study are as follows:

- a) confirmation of the background, objectives and benefits of the Project and also institutional capacity of agencies concerned of the recipient country necessary for the Project's implementation;
- b) evaluation of the appropriateness of the Project to be implemented under the Grant Aid Scheme from the technical, social and economic points of view;
- c) confirmation of items agreed on by both parties concerning the basic concept of the Project;
- d) preparation of a basic design of the Project; and
- e) estimation of costs of the Project.

The contents of the original request are not necessarily approved in their initial form as the contents of the Grant Aid project. The Basic Design of the Project is confirmed considering the guidelines of Japan's Grant Aid Scheme.

The Government of Japan requests the Government of the recipient country to take

ANNEX-2.

whatever measures are necessary to ensure its self-reliance in the implementation of the Project. Such measures must be guaranteed even though they may fall outside of the jurisdiction of the organization in the recipient country actually implementing the Project. Therefore, the implementation of the Project is confirmed by all relevant organizations of the recipient country through the Minutes of Discussions.

(2) Selection of Consultants

For the smooth implementation of the Study, JICA uses a consulting firm selected through its own procedure (competitive proposal). The selected firm participates the Study and prepares a report based upon the terms of reference set by JICA.

At the beginning of implementation after the Exchange of Notes, for the services of the Detailed Design and Construction Supervision of the Project, JICA recommends the same consulting firm which participated in the Study to the recipient country, in order to maintain the technical consistency between the Basic Design and Detailed Design.

3. Japan's Grant Aid Scheme

(1) Exchange of Notes (E/N)

Japan's Grant Aid is extended in accordance with the Notes exchanged by the two Governments concerned, in which the objectives of the project, period of execution, conditions and amount of the Grant Aid, etc., are confirmed.

(2) "The period of the Grant" means the one fiscal year which the Cabinet approves the project for. Within the fiscal year, all procedure such as exchanging of the Notes, concluding contracts with consulting firms and contractors and final payment to them must be completed.

However, in case of delays in delivery, installation or construction due to unforeseen factors such as weather, the period of the Grant Aid can be further extended for a maximum of one fiscal year at most by mutual agreement between the two Governments.

(3) Under the Grant, in principle, Japanese products and services including transport or those of the recipient country are to be purchased.

When the two Governments deem it necessary, the Grant Aid may be used for the purchase of the products or services of a third country.

However, the prime contractors, namely consulting, constructing and procurement firms, are limited to "Japanese nationals". (The term "Japanese nationals" means persons of Japanese nationality or Japanese corporations controlled by persons of Japanese nationality.)

(4) Necessity of "Verification"

The Government of the recipient country or its designated authority will conclude contracts denominated in Japanese yen with Japanese nationals. Those contracts shall be verified by the Government of Japan. This "Verification" is deemed necessary to secure accountability to Japanese taxpayers.

(5) Undertakings required to the Government of the Recipient Country

In the implementation of the Grant Aid project, the recipient country is required to undertake such necessary measures as the following:

- a) to secure a lot of land necessary for the construction of the Project and to clear the site;
- b) to provide facilities for distribution of electricity, water supply and drainage and other incidental facilities outside the site;
- c) to ensure prompt unloading and customs clearance at ports of disembarkation in the recipient country and internal transportation therein of the products purchased under the Grant Aid;
- d) to exempt Japanese nationals from customs duties, internal taxes and fiscal levies which may be imposed in the recipient country with respect to the supply of the

ANNEX- 2

- products and services under the verified contracts;
- e) to accord Japanese nationals whose services may be required in connection with the supply of the products and services under the verified contracts such facilities as may be necessary for their entry into the recipient country and stay therein for the performance of their work;
 - f) to ensure that the facilities constructed and products purchased under the Grant Aid be maintained and used properly and effectively for the Project; and
 - g) to bear all the expenses, other than those covered by the Grant Aid, necessary for the Project.
- (6) "Proper Use"
- The recipient country is required to maintain and use the facilities constructed and equipment purchased under the Grant Aid properly and effectively and to assign the necessary staff for operation and maintenance of them as well as to bear all the expenses other than those covered by the Grant Aid.
- (7) "Re-export"
- The products purchased under the Grant Aid shall not be re-exported from the recipient country.
- (8) Banking Arrangement (B/A)
- a) The Government of the recipient country or its designated authority should open an account in the name of the Government of the recipient country in a bank in Japan (hereinafter referred to as "the Bank"). The Government of Japan will execute the Grant Aid by making payments in Japanese yen to cover the obligations incurred by the Government of the recipient country or its designated authority under the verified contracts.
 - b) The payments will be made when payment requests are presented by the Bank to the Government of Japan under an Authorization to Pay (A/P) issued by the Government of recipient country or its designated authority.
- (9) Authorization to Pay (A/P)
- The Government of the recipient country should bear an advising commission of an Authorization to Pay and payment commissions to the Bank.

Necessary Measures to be taken by each government

No	Items	To be covered by Japanese side	To be covered by Indonesian side
1	To secure land		•
2	To clear, level and reclaim the site when needed		•
3	To construct gates and fences in and around the site		•
4	To construct the parking lot		(*)
	To construct roads		
5	1) Within the site		(*)
	2) Outside the site		•
6	To prepare Cikarang Tower and BEJ Tower in good condition for installation of the equipment		•
	To provide facilities for the distribution of electricity, water supply, drainage and other incidental facilities.		
	1) Electricity		
	a. The distributing line to the site		•
	b. The drop wiring and internal wiring within the site	•	
	c. The main circuit breaker and transformer	•	
	2) Water Supply		
	a. The city water distribution main to the site		•
	b. The supply system within the site (receiving and/or elevated tanks)		•
	3) Drainage		
	a. The city drainage main (for storm, sewer and others) to the site		•
	b. The drainage system (for toilet sewer, ordinary waste, storm drainage and others) within the site		•
	4) Gas Supply		
	a. The city gas main to the site		•
	b. The gas supply system within the site		•
	5) Telephone System		
	a. The telephone trunk line to the main distribution frame / panel (MDF) of the building		•
	b. The MDF and the extension after the frame / panel	•	
	6) Furniture and Equipment		
	a. General furniture		•
	b. Project equipment	•	
	To bear the following commissions to a bank of Japan for the banking services based upon the B/A		
8	1) Advising commission of A/P		•
	2) Payment commission		•
	To ensure prompt unloading and customs clearance at the port of disembarkation in recipient country		
9	1) Marine(Air) transportation of the products from Japan to the recipient country	•	
	2) Tax exemption and customs clearance of the products at the port of disembarkation		•
	3) Internal transportation from the port of disembarkation to the project site	•	•
10	To accord Japanese nationals whose services may be required in connection with the supply of the products and the services under the verified contract such facilities as may be necessary for their entry into the recipient country and stay therein for the performance of their work		•
11	To exempt Japanese nationals from customs duties, internal taxes and other fiscal levies which may be imposed in the recipient country with respect to the supply of the products and services under the verified contracts		•

* If necessary

ANNEX-3

12 ; To maintain and use properly and effectively the facilities constructed and equipment provided under the Grant	•
13 To bear all the expenses, other than those to be borne by the Grant, necessary for construction of the facilities as well as for transportation and installation of the equipment	•

