

LIABILITY OF FORMER BUSINESS DEVELOPMENT DIRECTOR OF  
PT. RABANA AGRO RESOURCES ON THE NEGLIGENCE OF  
PURCHASING BIG BEN 170SL HERBICIDE

By

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**ABSTRACT**

This legal research aims to the liability of the former Business Development Director (BW) of PT. Rabana Agro Resources (PT.RAR) for his negligence in the purchase of the BIG BEN 170SL pesticide, which caused losses to the company during his tenure, in accordance with Law Number 40 of 2007 concerning Limited Liability Companies.

This research utilizes a juridical-empirical research method which combines field research and library research. The types of data used in this research would be primary data and supported by secondary data. Primary data was obtained by conducting interviews with relevant subject of the matter and reviewing internal company documents. Meanwhile, secondary data was obtained from library research which includes primary, secondary, and tertiary legal materials. The obtained data was then analyzed using a qualitative method where it was presented descriptively in the research.

Based on the research results, it was shown that BW cannot be considered as a legally valid appointed director of the company as his appointment lacked the enactment of a General Meeting of Shareholders but was formalized only through a working contract agreement which violates stipulations under Art. 92 and Art. 93 of Law No. 40 of 2007 on Limited Liability Companies. Though not considered as a legally valid director of PT. RAR during his Tenure, BW may still bear personal liability for his negligent actions that directly resulted significant financial losses for PT. Rabana Agro Resources

*Keywords: Director Appointment, Personal Liability, Limited Liability Companies*

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