



Financial Services Authority (OJK) & Banking Regulations Update

The following is a list of the new Financial Services Authority (OJK) & banking regulations.

All regulations are available in Indonesian.

New Financial Services Authority (OJK) Regulations

1. Regulation : [43/POJK.04/2020](#)
- Date : 2 July 2020
- Title (Indonesian) : Kewajiban keterbukaan informasi dan tata kelola perusahaan bagi emiten atau perusahaan publik yang memenuhi kriteria emiten dengan aset skala kecil dan emiten dengan aset skala menengah.
- Title (English) : Obligations of information disclosure and corporate governance for issuers or public companies that meet the criteria of issuers with small scale assets and issuers with medium scale assets.

Summary

In order to increase access to capital market funding for prospective issuers and issuers who meet the criteria of issuers with small scale assets and issuers with medium scale assets that are adjusted to the conditions of issuers or public companies, relaxation of obligations of issuers and public companies that have been effective in the form of issuance the obligation to disclose information and corporate governance adjusted to the capabilities and conditions of issuers or public companies that meet the criteria of issuers with small scale assets and issuers with medium scale assets, this regulation governs the following provisions:

- This Financial Services Authority Regulation applies to:
 - a) Small Scale Issuers and Medium Scale Issuers, with an average market capitalization value for a period of 1 (one) year prior to the end of the last annual financial statement period of no more than Rp250,000,000,000.00 (two hundred and fifty billion rupiahs) ; and
 - b) Public companies, which meet the asset and control criteria as referred to in the definition of Small Scale and Medium Scale Issuers, based on the latest annual audited financial statements.
- Granting exception to the obligation to use Appraisers for Material Transaction and Affiliated Transaction, unless the transaction requires the approval of the General Meeting of Shareholders.
- Relaxation of the obligation to have an Independent Commissioner and Audit Committee.
- Relaxation of the obligation to use Indonesian and foreign languages in the presentation of information and making announcements.
- Elimination of the obligation to publish Periodic Financial Report and disclosure of information through national-scale newspapers for Small Scale and Medium Scale Issuers which the Securities are listed on the Stock Exchange.

2. Regulation : [42/POJK.04/2020](#)
- Date : 2 July 2020
- Title : Transaksi afiliasi dan transaksi benturan kepentingan.
(Indonesian)
- Title (English) : Affiliated transaction and conflict of interest transaction.

Summary

In order to increase the protection of independent shareholders and the quality of openness by publicly listed companies in affiliated transactions and conflict of interest transactions, it is necessary to adjust the rules regarding affiliated transactions and conflict of interest in certain transactions. This regulation adjusts the following conditions:

- Improving the scope of Affiliate Transactions
- Regulatory obligations of the Public Company to have adequate procedures
- Financial Services Institutions under certain conditions conducting Affiliated Transaction and/or Conflicts of Interest Transaction are exempt from the obligation to disclose information to the public, but are still required to report to Financial Services Authority.
- Arrangement of approval of independent shareholders:
 - The value of Affiliated Transaction meet the limits on the value of material transactions that must be approved by the GMS;
 - Affiliated Transaction that may result in disruption to the business continuity of the Public Company; and/or
 - Conduct Affiliate Transaction based on Financial Services Authority consideration requiring Independent Shareholder approval.
- Arrangement of obligations of publicly listed or controlled companies that carry out transactions other than Affiliated Transaction.

3. Regulation : [41/POJK.04/2020](#)
- Date : 2 July 2020
- Title : Pelaksanaan kegiatan penawaran umum efek bersifat ekuitas, efek bersifat utang, dan/atau sukuk secara elektronik.
(Indonesian)
- Title (English) : Implementation of equity securities, debt securities and / or sukuk public offering activities.

Summary

By looking at the development of information technology, especially related to the provision of public access to information and financial transactions, it can be utilized in an effort to increase efficiency, effectiveness, transparency, and accountability in the implementation of public offerings, therefore a regulation is needed. This regulation sets the following conditions:

- The System Provider is appointed by the Financial Services Authority and consists of the Stock Exchange, the Clearing Guarantee Institution, and the Depository and Settlement Institution.
- Issuer's obligation to use the Electronic Public Offering System if:
 - Public Offering is conducted using the Underwriter services; and
 - Securities offered through a Public Offering will be listed on the Stock Exchange.
- Provisions regarding Public Offering is using the Electronic Public Offering System.
- Securities order must be accompanied by the availability of sufficient funds. In the event that the available funds are insufficient, the order will only be fulfilled in accordance with the amount of available funds, in multiples according to the Securities Exchange trading unit.
- Issuers are required to allocate a certain amount of Securities offered to Centralized Allotment in accordance with the Public Offering class and a certain amount of Securities allocation to the Centralized Allotment must be allocated to Retail Centralized Allotment.
- Provisions regarding the non-fulfillment of the obligation to provide funds. In the event of Securities distribution by the System Provider, based on data in the Underwriter Electronic Public Offering System.
- Provisions for the use of this System shall apply to Issuers who submit a Registration Statement to the Financial Services Authority after 6 (six) months after the Regulation of the Financial Services Authority comes into force.

4. Regulation : [40/POJK.05/2020](#)
- Date : 18 June 2020
- Title : Perintah tertulis untuk penanganan permasalahan
(Indonesian) lembaga jasa keuangan nonbank.
- Title (English) : Written orders for handling the problems of non-bank
financial service institutions.

Summary

In order to implement the provisions of Article 23 paragraph (2) of the Government Regulation in Lieu of Law Number 1 of 2020 Principal Regulations that have been determined to become Law through Law Number 2 of 2020, it is necessary to stipulate Financial Services Authority Regulation concerning Written Orders for Handling the Problems of Non-bank Financial Services Institution. This regulation sets a written order from the Financial Services Authority to a nonbank financial services institution to conduct or accept a

merger, consolidation, acquisition, and/or integration which regulates the following provisions:

- Authority to give written orders;
- Criteria for Financial Services Institutions that are subject to written orders;
- Follow-up written orders;
- Procedures for merging, consolidation, acquisition, and/or integration;
- Other provisions;
- Enforcement of compliance; and
- Closing.

5. Regulation : [39/POJK.05/2020](#)

Date : 18 June 2020

Title (Indonesian) : Perubahan Kedua Atas Peraturan Otoritas Jasa Keuangan Nomor 14/POJK.05/2015 tentang retensi sendiri dan dukungan reasuransi dalam negeri.

Title (English) : Second amendment of Financial Services Authority regulation number 14/POJK.05/2015 concerning own retention and domestic reinsurance support.

Summary

In order to improve the competitiveness of the national economy in international trade, it is necessary to adjust the provisions regarding self-retention and domestic reinsurance support. This regulation adjusts the following conditions:

1. Addition to the provisions regarding the phases of eliminating the obligation of reinsurance support percentage from domestic reinsurers for coverage that has simple risks.
2. Addition to the provisions regarding the non-validity period of the obligation to follow the minimum size of the placement of automatic reinsurance and facultative reinsurance priorities in priority to domestic reinsurers for coverage that has non-simple risks.
3. Addition to the provisions regarding the requirements for obtaining reinsurance support from foreign reinsurers as referred to in number 1 and 2.
4. Provisions for sanctions.

6. Regulation : [38/POJK.05/2020](#)

Date : 18 June 2020

Title (Indonesian) : Perubahan Atas Peraturan Otoritas Jasa Keuangan Nomor 69/POJK.05/2016 tentang penyelenggaraan usaha perusahaan asuransi, perusahaan asuransi syariah, perusahaan reasuransi, dan perusahaan reasuransi syariah.

Title (English) : Amendment of Financial Services Authority regulation number 69/POJK.05/2016 concerning Business operations of insurance companies, sharia insurance companies, reinsurance companies and sharia reinsurance companies.

Summary

In order to support the utilization of data in electronic systems at data center and disaster recovery center abroad, it is necessary to place data in an integrated manner with the parent company of insurance companies, sharia insurance companies, reinsurance companies, and sharia reinsurance companies outside of Indonesia. However, this has not been regulated in the Financial Services Authority Regulation Number 69/POJK.05/2016. This regulation sets the following conditions:

- Criteria for data use that can be placed outside the territory of Indonesia;
- Requirements for approval of data placement outside the territory of Indonesia;
- Criteria for resettlement within Indonesia; and
- Provisions for sanctions

7. Regulation : [13/SEOJK.05/2020](#)

Date : 1 July 2020

Title (Indonesian) : Rencana bisnis perusahaan modal ventura dan perusahaan modal ventura syariah.

Title (English) : Business plan of venture capital companies and sharia venture capital companies.

Summary

In connection with the entry into force of POJK number 24 / POJK.05 / 2019, it is necessary to regulate the scope of the business plan, form and composition of business plan realization reports, form and composition of business plan supervision report, and procedures for the submission of business plan, adjustments of business plan, changes in business plan, report on the realization of the business plan, and supervision report on the business plan of the venture capital company (PMV) and sharia venture capital company (PMVS) in the Financial Services Authority Circular Letter as follows:

- Provisions regarding the scope of the business plan; form and composition of business plan realization report and business plan supervision report; the procedure for delivering business plan, adjusting business plan, changing business plan, business plan realization report, and business plan supervision report.
- Provisions regarding the procedures for delivering business plans; business plan adjustment report; business plan change report;

business plan realization report; and business plan supervision report, which are submitted online through the OJK data communication network system or outside the network (offline).

- Submission of Monthly Report is conducted online through the Financial Services Authority data communication network system.

8. Regulation : [12/SEOJK.05/2020](#)

Date : 1 July 2020

Title (Indonesian) : Rencana bisnis perusahaan pembiayaan sekunder perumahan.

Title (English) : The secondary housing finance company business plan.

Summary

In connection with the entry into force of POJK number 24 / POJK.05 / 2019, it is necessary to regulate the scope of the business plan, form and composition of business plan realization report, form and composition of business plan supervision report, and procedures for the submission of business plan, adjustments to business plan, changes of business plan, business plan realization report, and supervision report on the secondary housing finance company (PPSP) business plan in the Financial Services Authority Circular Letter as follows:

- Financial Services Authority PPSP Business Plan regulates the scope of the business plan; form and composition of business plan realization report and business plan supervision reports; the procedure for delivering business plans, adjusting business plans, changing business plans, business plan realization reports, and business plan supervision reports.
- Provisions regarding the procedures for delivering business plans; business plan adjustment report; business plan change report; business plan realization report; and business plan supervision reports, which are submitted online through the Financial Services Authority data communication network system or outside the network (offline).
- Submission of Monthly Report is conducted online through the Financial Services Authority data communication network system.

9. Regulation : [11/SEOJK.05/2020](#)

Date : 1 July 2020

Title (Indonesian) : Penilaian tingkat kesehatan perusahaan pembiayaan dan perusahaan pembiayaan syariah.

Title (English) : An assessment of the soundness level of finance companies and sharia finance companies.

Summary

This regulation was issued to further regulate the soundness rating of finance companies (TKS PP), sharia finance companies, and sharia business units of finance companies in the Financial Services Authority Circular as follows:

- Companies are required to conduct an assessment of the Company Soundness Level using an individual risk-based multi-rating approach; assessment of UUS (Sharia Business Units) soundness level using an individual approach for Financing Companies that have UUS; conduct a soundness assessment using a consolidated risk-based multi-rating approach, in the event that the Company controls the Subsidiary Company; conduct a self-assessment of the Company Soundness Level at least annually for the position at the end of December; and updating the Company Soundness Level self-assessment if necessary, in addition to conducting self-assessments.
- Provisions regarding general principles in conducting assessments of Company Soundness Level; the procedure for evaluating the level of individual company soundness; Assessment of good corporate governance factors; Assessment of risk profile factors; Assessment of profitability factors; Assessment of capital factor composite rating on the level of company soundness; and Procedures for evaluating the level of company soundness on a consolidated basis.

10. Regulation : [10/SEOJK.03/2020](#)
- Date : 1 July 2020
- Title : Transparansi dan Publikasi Laporan Bank Umum Syariah
(Indonesian) dan Unit Usaha Syariah.
- Title (English) : Transparency and Publication of Sharia Commercial Bank
and Sharia Business Unit Reports.

Summary

This regulation is a regulation implementing POJK number 37 / POJK.03 / 2019 concerning Transparency and Publication of Bank Reports, which governs the following provisions:

- Sharia Commercial Bank (BUS) Publication Report consists of financial publication reports and information on monthly, quarterly and annual financial performance information; publication of risk and capital exposure reports quarterly and annually; incidental reports of material information or facts; and other annual reports.
- Sharia Business Unit (UUS) Publication Report consists of financial publication report and quarterly period financial performance information; and annual period risk and capital exposure publication report, in the form of additional investment risk information and UUS yield risk to the annual commercial risk exposure and capital exposure period reports of conventional commercial banks that have UUS.

- Publication Report Format is a minimum standard that must be met by BUS and UUS. In the event that there are accounts that have material amounts but are not in the format, BUS and UUS can present these accounts individually.
- For BUS which is an Issuer and/or Public Company, in addition to fulfilling the scope of the Publication Report in this Financial Services Authority Circular, the BUS also fulfills the scope of the report in accordance with the Financial Services Authority Regulation regarding the annual report of the Issuer or Public Company and the Financial Services Authority Regulation regarding disclosure of information or facts material by Issuers or Public Companies.
- Guidelines for filling out BUS/UUS financial position report, BUS/UUS profit and loss statements, and BUS/UUS commitment and contingency report and BUS KPMM calculation report.
- The scope of financial publication report and financial performance information that applies specifically to BUS/UUS.

11. Regulation : [9/SEOJK.03/2020](#)
- Date : 30 June 2020
- Title : Transparansi dan publikasi laporan Bank Umum
(Indonesian) Konvensional.
- Title (English) : Transparency and publication of conventional commercial bank reports.

Summary

With the issuance of POJK number 37 / POJK.03 / 2019, it is necessary to re-regulate the provisions concerning Transparency and Publication of Conventional Commercial Bank Reports. In addition, this regulation also replaces SEOJK number 43/SEOJK.03/2016. This regulation regulates guidelines for preparing Conventional Commercial Bank publication reports. The guidelines consist of the report format and guidelines for filling out the report as follows:

- Financial Publication Report and Financial Performance Information (Monthly, Quarterly and Annual periods)
- Risk and Capital Exposure Publication Report (Quarterly and Annual periods)
 - a. General information
 - b. Capital
 - c. Credit, market, operational, liquidity, legal, reputation, strategic, and compliance risks
 - d. Governance
- Information Publication or Material Facts Report
- Publication of Credit Base Interest Rates (SBDK) Report (Monthly period)
- Other Publication Reports (Annual period)

New Banking Regulation

1. Regulation : [22/17/PADG/2020](#)
- Date : 10 July 2020
- Title (Indonesian) : Perubahan atas Peraturan Anggota Dewan Gubernur Nomor 19/21/PADG/2017 tentang penyediaan prefund dalam penyelenggaraan transfer dana dan kliring berjadwal oleh Bank Indonesia.
- Title (English) : Amendment to the Regulation of the Board of Governors' Members Number 19/21 / PADG / 2017 concerning provision of prefunds in organizing fund transfers and scheduled clearing by Bank Indonesia.

Summary

In order to improve liquidity efficiency in the banking system while still paying attention to aspects of security, fluency, and prudence in the payment system, it is necessary to improve the formulation of providing a minimum prefund debit. This regulation adjusts the provisions regarding minimum prefund debit in the Debit Clearing Service and the Regular Billing Service as follows:

- The minimum Prefund Debit Calculation is performed by the Operator based on the amount of netting results from the daily clearing of Debit Script Clearing Service and Regular Billing Service, which have the largest negative value in the last 12 (twelve) months.
- The minimum Prefund Debit calculation does not take into account the amount of netting results from the daily clearing of the Debit Script Clearing Service and the Regular Billing Services which values are out of the ordinary (outlier).
- The number of netting results from daily clearing of Debit Script Clearing Service and Regular Billing Service which value is outlier is the number of netting result for daily clearing which negative value is greater than the average number of netting results for daily clearing which is negative in a period of 12 (the last twelve) months plus 3 (three) times the standard deviation.

2. Regulation : [22/16/PADG/2020](#)
- Date : 15 June 2020
- Title (Indonesian) : Perubahan kedua atas Peraturan Anggota Dewan Gubernur Nomor 19/8/PADG/2017 tentang pembiayaan likuiditas jangka pendek syariah bagi Bank Umum Syariah.
- Title (English) : Second amendment of Regulation of the Board of Governors Number 19/8/PADG/2018 concerning sharia

short-term liquidity financing for Sharia Commercial Banks.

Summary

In the context of amendment to Bank Indonesia Regulation governing Sharia short-term liquidity financing for sharia commercial banks that refer to Law Number 2 of 2020 concerning Establishment of Government Regulation in Lieu of Law Number 1 of 2020, it is necessary to regulate the adjustment of mechanisms and technical matters for the provision of sharia short-term liquidity financing. (PLJPS). This regulation adjusts the following conditions:

- Adjustments of Bank requirements for obtaining PLJPS.
- Adjustments related to PLJPS collateral.
- Adjustment of PLJPS application documents.
- Signing in front of the notary.
- Improving the provision that in the context of carrying out collateral execution, Bank Indonesia will follow up on personal guarantee and/or corporate guarantee from the Bank's controlling shareholders.
- Adjustments to several PADG Attachments namely Attachment III, Attachment IV, Attachment V, Attachment VI, Attachment VIII, Attachment IX, Attachment XI, Attachment XI, Attachment XII, Attachment XXVI and addition of 3 (three) new attachments, Attachment XVII, Attachment XXVIII, and Attachment XXIX.

3. Regulation : [22/15/PADG/2020](#)
- Date : 15 June 2020
- Title : Perubahan kedua atas Peraturan Anggota Dewan
(Indonesian) Gubernur Nomor 19/6/PADG/2017 tentang pinjaman likuiditas jangka pendek bagi Bank Umum Konvensional.
- Title (English) : Second amendment of Regulation of the Board of Governors Number 19/6/PADG/2017 concerning short-term liquidity loans for Conventional Commercial Banks.

Summary

With the issuance of amendment to Bank Indonesia Regulations governing short-term liquidity loan for conventional commercial banks that refer to Law Number 2 of 2020, it is necessary to regulate the adjustment of mechanisms and technical matters for the provision of short-term liquidity loans (PLJP). This regulation adjusts the following conditions.

- Adjustments of Bank requirements for obtaining PLJP.
- Adjustments related to PLJP collateral.
- Adjustment of PLJP application documents.
- Signing in front of the notary.

- Improving the provision that in the context of carrying out collateral execution, Bank Indonesia will follow up on personal guarantee and/or corporate guarantee from the Bank's controlling shareholders.
- Adjustments to several PADG attachments namely Appendix III, Appendix IV, Appendix V, Attachment VI, Attachment VIII, Attachment IX, Attachment X, Attachment XI, Attachment XII, Attachment XXV, and add 3 (three) new attachments, which are Attachment XXVI, Attachment XXVII, Attachment XXVIII.

4. Regulation : [85/PMK.05/2020](#)

Date : 8 July 2020

Title (Indonesian) : Tata cara pemberian subsidi bunga/subsidi margin untuk kredit/pembiayaan usaha mikro, usaha kecil, dan usaha menengah dalam rangka mendukung pelaksanaan program pemulihan ekonomi nasional.

Title (English) : Procedure for giving interest subsidies/margin subsidies for credit/financing for micro, small business, and medium enterprises in order to support the implementation of the national economic recovery program.

Summary

This regulation is stipulated in order to simplify the implementation scheme for the provision of Interest Subsidies/Margin Subsidies, so it is necessary to improve the procedures for granting Interest Subsidies/Subsidized Margins. This regulation improves the following conditions:

- Allocation and budgeting
- Recipient criteria and the amount of interest subsidies / margin subsidies, i.e., have Credit / Financing Debt Tray until 29 February 2020; not included in the National Black List for a Credit / Financing ceiling of more than Rp50,000,000 (fifty million rupiahs); have a current performing loan category (collectibility 1 or 2) calculated as of 29 February 2020, and have a Taxpayer Identification Number or register to obtain a Taxpayer Identification Number.
- The mechanism for the provision of interest subsidies / margin subsidies through banks and finance companies is a credit / financing distributor registered at Financial Services Authority.
- Administration and management of Interest Subsidies / Margin Subsidies are carried out using the SIKP (program credit information system).
- KPA (Budget User Authority) Distribution of financial accounting and reporting in accordance with the provisions of the legislation regarding the accounting system and financial reporting of subsidies expenditure and the provisions of the legislation regarding the

procedures for the preparation and submission of BUN financial statements.

- Internal supervision of the granting of Interest Subsidies / Margin Subsidies is carried out by the Inspectorate General of the Ministry of Finance for and on behalf of the Minister as the BUN (state treasurer).
- Debtors who have received additional Interest Subsidies / Margin Subsidies based on the Minister of Finance Decree regarding Additional Interest Subsidies / Margin Subsidies of People's Business Credit for the Recipients of People's Business Credit Affected by Corona Virus Disease 2019 (COVID-19) Pandemic may be given Interest Subsidies / Margin Subsidies based on this Minister Regulation.

5. Regulation : [75/PMK.09 /2020](#)

Date : 26 June 2020

Title (Indonesian) : Pedoman pengawasan pelaksanaan program pemulihan ekonomi nasional dalam rangka mendukung kebijakan keuangan negara untuk penanganan pandemi Corona Virus Disease 2019 (Covid-19) dan/atau menghadapi ancaman yang membahayakan perekonomian nasional dan/ atau stabilitas sistem keuangan serta penyelamatan ekonomi nasional.

Title (English) : Guidelines for supervising the implementation of the national economic recovery program in order to support the country's financial policies for handling the 2019 Corona Virus Disease pandemic and / or facing threats that endanger the national economy and / or financial system stability and preserving the national economy.

Summary

In order to implement the provisions of Article 25 paragraph (7) of Government Regulation Number 23 of 2020 and for the application of the provisions of Article 2 paragraph (2) of Government Regulation Number 45 of 2013 as amended by Government Regulation Number 50 of 2018, the Minister of Finance has the authority to draw up supervision guidelines and maintaining the quality of internal supervision over the implementation of the National Economic Recovery Program (PEN). This Ministerial Regulation was prepared as a guideline for APIP (government internal control apparatus) in conducting Supervision of the implementation of the PEN Program. Supervision as intended is carried out on all budgets allocated by the government to implement the PEN Program which includes:

- State capital participation;

- Placement of funds;
- Government investment; and
- Guarantee.

6. Regulation : [71/PMK.08/2020](#)
- Date : 23 June 2020
- Title (Indonesian) : Tata cara penjaminan pemerintah melalui badan usaha penjaminan yang ditunjuk dalam rangka pelaksanaan program pemulihan ekonomi nasional.
- Title (English) : The procedures for the government guarantee through a designated guarantee business entity in order to implement the national economic recovery program.

Summary

In order to implement the provisions of Article 19 paragraph (2) Government Regulation Number 23 of 2020 it is necessary to stipulate a Minister of Finance Regulation concerning Procedures for Government Guarantee through the Designated Guarantee Business Entity in order to implement the National Economic Recovery Program for the PEN Program meaning to protect, maintain and improve the economic capacity of Business Actors from the real sector and financial sector in running their businesses.

- Government guarantee for working capital loans; and
- Government support in the context of implementing Government Guarantee.

7. Regulation : [70/PMK.05/2020](#)
- Date : 22 June 2020
- Title (Indonesian) : Penempatan uang negara pada Bank Umum dalam rangka percepatan pemulihan ekonomi nasional.
- Title (English) : Placement of state money at Commercial Banks in the context of accelerating national economic recovery.

Summary

Seeing the lack of improvement in economic condition due to COVID-19 pandemic and the need for economic recovery policies for businesses, especially in the real sector who cannot make use of incentives for economic recovery, through this regulation the government sets complementary policies in order to help the business actors intended to carry out recovery during the COVID-19 pandemic. This regulation sets the following conditions:

- Criteria for a commercial bank that can become a partner commercial bank
- Placement mechanism

- Withdrawal of state money
- Periodic evaluation of partner commercial banks
- Remuneration for placement of state money at partner commercial banks
- Coordination with Indonesian banks
- Accounting and reporting.

8. Regulation : [65/PMK.05/2020](#)

Date : 5 June 2020

Title (Indonesian) : Tata cara pemberian subsidi bunga/subsidi margin untuk kredit/pembiayaan usaha mikro, kecil, dan menengah dalam rangka mendukung pelaksanaan program pemulihan ekonomi nasional.

Title (English) : The procedure for granting interest subsidies / margin subsidies for credit / financing for micro, small and medium enterprises in order to support the implementation of the national economic recovery program.

Summary

In order to implement the provisions of Article 20 paragraph (4) Government Regulation Number 23 of 2020, it is necessary to stipulate a Minister of Finance Regulation concerning Procedures for Granting Interest Subsidies / Margin Subsidies for Credit / Financing for Micro, Small and Medium Enterprises in order to Support the Implementation of the Recovery Program National Economy. This regulation sets the following conditions:

- Allocation and budgeting
- Recipient criteria and the amount of interest subsidies / margin subsidies, i.e., have Credit / Financing Debt Tray until 29 February 2020; not included in the National Black List; have a current performing loan category (collectibility 1 or 2) calculated as of 29 February 2020, and have a Taxpayer Identification Number or register to obtain a Taxpayer Identification Number.
- The mechanism for the provision of interest subsidies / margin subsidies through banks and finance companies is a credit / financing distributor registered at OJK.
- Administration and management of Interest Subsidies / Margin Subsidies are carried out using the SIKP (program credit information system).
- KPA (Budget User Authority) Distribution of financial accounting and reporting in accordance with the provisions of the legislation regarding the accounting system and financial reporting of subsidies expenditure and the provisions of the legislation regarding the

procedures for the preparation and submission of BUN (state treasurer) financial statements.

- Internal supervision of the granting of Interest Subsidies / Margin Subsidies is carried out by the Inspectorate General of the Ministry of Finance for and on behalf of the Minister as the BUN (state treasurer).
- Debtors who have received additional Interest Subsidies / Margin Subsidies based on the Minister of Finance Decree regarding Additional Interest Subsidies / Margin Subsidies of People's Business Credit for People's Business Credit Recipients Affected by the Corona Virus Disease 2019 (COVID-19) Pandemic may be given Interest Subsidies / Margin Subsidies based on this minister regulation.

9. Regulation : [64/PMK.05/2020](#)

Date : 5 June 2020

Title : Penempatan dana pada bank peserta dalam rangka
(Indonesian) program pemulihan ekonomi nasional.

Title (English) : Placement of funds in participating banks in the context
of the national economic recovery program.

Summary

In order to implement the provisions of Article 14 Government Regulation Number 23 of 2020, it is necessary to stipulate a Minister of Finance Regulation concerning the Placement of Funds in Participating Banks in the context of National Economic Recovery Program. This Ministerial Regulation regulates the Placement of Funds to banks to implement the PEN Program in which several provisions are stipulated as follows:

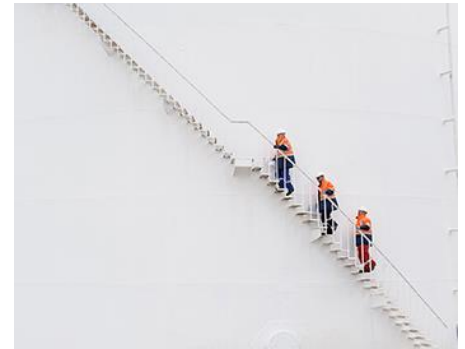
- Source of funds, placement instruments, time period, interest rates, and authority of placement of funds
- Determination of participating banks
- Submission & evaluation of proposals
- Fund placement cooperation agreement
- Placement of funds
- Use of placement funds from participating banks to implementing banks
- Returns, withdrawals and remuneration
- Extension of fund placement time
- Withdrawal of funds in the checking account of the participating bank and executing bank at Bank Indonesia
- Guarantee on government funds
- Accounting and reporting
- Monitoring and evaluation
- Supervision
- Internal control

10. Regulation : [63/PMK.05/2020](#)
- Date : 5 June 2020
- Title (Indonesian) : Tata cara pengelolaan rekening khusus pembiayaan program pemulihan ekonomi nasional.
- Title (English) : The procedure for managing special accounts for financing the national economic recovery program.

Summary

In order to implement the provisions of Article 21 paragraph (5) Government Regulation Number 23 Year 2020, it is necessary to stipulate a Minister of Finance Regulation concerning Procedures for Managing Special Accounts for Financing the National Economic Recovery Program. This Ministerial Regulation regulates the procedures for the management of the PEN Program Special Account, which consists of:

- Opening and closing of the PEN Program Special Financing Account;
- Operation of the PEN Program Special Financing Account; and
- Accounting and reporting.



Contact

Clients & Markets

Deloitte Indonesia

Email: IDMarcomm@deloitte.com

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