



Indonesia BPS Alert March 2017

Adjusted income cap on mandatory pension contribution and introduction to BPJS Manpower mobile application

Overview

The Indonesian Manpower Social Security Agency (“BPJS Manpower”) has recently announced the adjusted income cap for mandatory pension contribution and the new pension benefits limit. In addition, they also introduced the new mobile application for balance checking purpose, named BPJSTK Mobile.

Points to note

1. Updates on Pension Program

BPJS Manpower announced updates on the mandatory pension program for Indonesian nationals at the end of February.

The pension benefit amount is adjusted based on last year’s inflation rate, which is around 3%, while the maximum monthly income cap used to calculate the pension contribution is adjusted based on last year’s growth of Gross Domestic Product, which is 5.02%.

Below is the comparison of the previous and the new amounts.

Details	Previously (IDR)	Starting March 2017 (IDR)	Increase Percentage
Monthly income cap	7.335.300	7.703.500	5.02%
Minimum pension benefit	310.050	319.450	3.03%
Maximum pension benefit	3.720.600	3.833.000	3.02%

These new amounts are applicable starting from March 2017.

2. BPJSTK Mobile Application

BPJS Manpower has recently developed a new feature on its mobile application called BPJSTK Mobile for workers who want to ensure the fulfilment of their rights. This application enables workers to check their status of membership, balance of Old Age benefit ("JHT"), reported wages, and numbers of workers. Through this application, workers can also inform BPJS Manpower should they find any differences between the reported and actual salary information.

BPJSTK Mobile application is available in:



The six steps to use BPJSTK Mobile are as follows:

1. Download BPJSTK Mobile app from Google Play, App Store or BB App World. Make sure that the app is the official app developed by BPJS Manpower;
2. Install and open BPJSTK Mobile app and agree to the Terms and Conditions of use;
3. Register by clicking the registration button and fill in the activation form with full name and email address;
4. Enter the PIN which is sent to your registered email address;
5. Change PIN; and
6. Log in with your new PIN and BPJSTK Mobile app is ready for use.

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