

PRESIDENT OF THE REPUBLIC OF INDONESIA

REGULATION OF THE GOVERNMENT OF THE REPUBLIC OF INDONESIA

NUMBER 23 OF 2020

REGARDING

IMPLEMENTATION OF NATIONAL ECONOMIC RECOVERY PROGRAM FOR THE PURPOSE OF SUPPORTING THE FINANCIAL POLICIES OF THE STATE TO MITIGATE THE CORONA VIRUS DISEASE 2019 (COVID-19) PANDEMIC AND/OR TO COUNTER THE THREATS THAT IMPERIL NATIONAL ECONOMY AND/OR FINANCIAL SYSTEM STABILITY AS WELL AS THE SALVAGING OF NATIONAL ECONOMY

WITH THE GRACE OF GOD ALMIGHTY

THE PRESIDENT OF THE REPUBLIC OF INDONESIA,

Considering : whereas to implement the provision of Article 11 paragraph (7) of Government Regulation in lieu of Law Number 1 of 2020 regarding State Financial and the Stability of the Financial System Policies for the Mitigation of the Corona Virus Disease 2019 (COVID-19) Pandemic and/or Deal With the Threats that are Potentially Harmful to the National Economy and/or the Stability of the Financial System, it is necessary to stipulate a Government Regulation regarding Implementation of National Economic Recovery Program For the Purpose of Supporting the Financial Policies of the State to the Corona Virus Disease 2019 (COVID-19) Pandemic and/or Counter the Threats That Imperil National Economy and/or Financial System Stability As Well As The Salvaging Of National Economy;

Bearing in Mind : 1. Article 5 paragraph (2) of the 1945 Indonesian Constitution;

2. Government Regulation in lieu of Law Number 1 of 2020 regarding State Financial and the Stability of the Financial System Policies for the Mitigation of the Corona Virus Disease 2019 (COVID-19) Pandemic and/or Deal With the Threats that are Potentially Harmful to the National Economy and/or the Stability of the Financial System (State Gazette of the Republic of Indonesia of 2020 Number 87, Supplement to the State Gazette of the Republic of Indonesia Number 6485);

HAS DECIDED:

To Stipulate : GOVERNMENT REGULATION REGARDING IMPLEMENTATION OF NATIONAL ECONOMIC RECOVERY PROGRAM FOR THE PURPOSE OF SUPPORTING THE FINANCIAL POLICIES OF THE STATE TO MITIGATE THE CORONA VIRUS DISEASE 2019 (COVID-19) PANDEMIC AND/OR TO COUNTER THE THREATS THAT IMPERIL NATIONAL ECONOMY AND/OR FINANCIAL SYSTEM STABILITY AS WELL AS THE SALVAGING OF NATIONAL ECONOMY.

CHAPTER I

GENERAL PROVISIONS

Article 1

In this Government Regulation, :

1. National Economic Recovery Program (*Program Pemulihan Ekonomi Nasional*) hereinafter referred to as PEN Program is a series of activities for the recovery of national economy which constitutes a part of the state financial policies implemented by the Government to accelerate the handling of the Corona Virus Disease 2019 (COVID-19) pandemic and/or to counter the threats that imperil national economy and/or financial system stability as well as the salvaging of national economy.
2. State Capital Participation hereinafter abbreviated as PMN is the separation of state assets from the State Revenues and Expenditures Budget or the stipulation of company reserves or other sources to be used as capital for a State-Owned Enterprise and/or other limited liability companies, and managed as a corporation.
3. Placement Of Funds is an activity carried out by the Government by placing a certain amount of funds in a certain public bank with certain interests.
4. Government Investment is a long-term placement of a certain amount of funds and/or financial assets for investments in the form of shares, bonds, and/or direct investments in order to obtain economic, social, and/or other benefits.
5. Guarantee means the activity of providing guarantee by a guarantor for the fulfillment of the guaranteed financial obligations of the guaranteed party in favor of the receiver of the guarantee.
6. State-Owned Enterprise hereinafter abbreviated as BUMN is a business entity, all or a majority part of which capital is owned by the state through direct participation sourced from separated state assets.

7. Micro Enterprise is a productive business owned by an individual and/or individual business entity that fulfils the criteria of Micro Enterprise as regulated under Law regarding Micro, Small and Medium Enterprises.
8. Small Enterprise is an independent productive economic business, conducted by an individual or business entity that is not a subsidiary or branch of a company that is owned by, controlled by, or a part of, whether directly or indirectly, a Medium Enterprise or Large Enterprise, that fulfils the criteria of Small Enterprise as referred to in Law regarding Micro, Small and Medium Enterprises.
9. Medium Enterprise is an independent productive economic business, conducted by an individual or business entity that is not a subsidiary or branch of a company that is owned by, controlled by, or is a part of, both directly or indirectly, a Small Enterprise or Large Enterprise with the value of net assets or annual sales as regulated under the Law regarding Micro, Small and Medium Enterprises.
10. Cooperative is a business entity whose members comprise of individuals or Cooperative legal entities by basing its activities on the Cooperatives principles as well as people's economic movements based on the principle of kinship as regulated in the Law regarding Cooperatives.
11. Business Actor is business actor in the real sector and financial sector that includes Micro Enterprises, Small Enterprises, Medium Enterprises, Large Enterprises, and Cooperatives whose business activities are affected by the Corona Virus Disease 2019 (COVID-19) pandemic.
12. Participating Bank is a bank that receives Government Placement Of Funds and provides liquidity buffer funds to Implementing Banks in need of liquidity buffer funds after conducting credit/financing restructuring and/or granting additional working capital credit/financing and/or additional credit/financing for Rural Bank (*Bank Perkreditan Rakyat*) / Sharia People's Financing Bank (*Bank Pembiayaan Rakyat Syariah*) and financing companies that carry out credit/financing restructuring and/or grant additional working capital credit/financing.
13. Implementing Bank is conventional commercial banks and sharia commercial banks that implement credit/financing restructuring policies and/or grant additional working capital credit/financing and/or additional credit/financing for Rural Bank (*Bank Perkreditan Rakyat*) / Sharia People's Financing Bank (*Bank Pembiayaan Rakyat Syariah*) and financing companies that carry out credit/financing restructuring and/or grant additional working capital credit/financing.
14. Sovereign Papers (*Surat Berharga Negara*) hereinafter abbreviated as SBN is state bonds (*surat utang negara* or SUN) and state sharia bonds (*surat berharga syariah negara* or SBSN).
15. Central Government hereinafter referred to as Government is the President of the Republic of Indonesia who holds the governmental power of the State of the Republic of Indonesia assisted by the Vice President and ministers as referred to in the 1945 Constitution of the Republic of Indonesia.

16. Minister is the minister who organizes state matters in the financial sector.
17. Financial Service Authority hereinafter abbreviated as OJK is the agency that regulates and supervises the financial sector as referred to in the Law regarding Financial Service Authority.

CHAPTER II

OBJECTIVE AND PRINCIPLES

Article 2

PEN Program aims to protect, maintain, and improve the economic capabilities of the Business Actors in carrying out their businesses.

Article 3

PEN Program shall be implemented with the following principles:

- a. principle of social justice;
- b. maximum prosperity of the people;
- c. supporting Business Actors;
- d. implementing policy rules with caution, as well as good governance, transparency, accelerative, fairness, and accountability in accordance with the provisions of laws and regulations;
- e. not causing moral hazard; and
- f. distribution of cost and risks between stakeholders in accordance with their respective duties and authorities.

CHAPTER III

SCOPE AND SOURCE OF FUNDS

Article 4

To implement the PEN Program, the Government may conduct:

- a. PMN;
- b. Placement Of Funds;
- c. Government Investment; and/or

d. Guarantee.

Article 5

To implement the national economic recovery, in addition to implementing the matters referred to in Article 4, the Government may also implement the policies through state expenditures in accordance with the provisions of laws and regulations.

Article 6

The funds to implement the PEN Program may be sourced from the State Revenues and Expenditures Budget and/or other sources in accordance with the provisions of laws and regulations.

CHAPTER IV

POLICY MAKING

Article 7

- (1) The Coordinating Minister for Economic Affairs, the Coordinating Minister for Maritime and Investment Affairs, the Minister, the Governor of Bank Indonesia, the Head of the Board of Commissioners of OJK, and the Head of the Board of Commissioners of Indonesia Deposit Insurance Corporation, shall formulate and stipulate policies and strategies for the implementation of PEN Program, including the stipulation of priority of business fields or sectors that are affected by the Corona Virus Disease 2019 (COVID-19) pandemic.
- (2) The stipulation of priority of business fields or sectors that are affected by the Corona Virus Disease 2019 (COVID-19) pandemic as referred to in paragraph (1) shall be carried out by involving the minister/head of non-ministerial government institution that oversees the relevant business or sector.
- (3) Prior to stipulating the policies and strategies for the implementation of PEN Program, the Minister shall submit a report to the President on the policies and strategies for the implementation of the PEN Program, including the priority of business fields or sectors that are affected by the Corona Virus Disease 2019 (COVID-19) pandemic as referred to in paragraph (1) in the cabinet meeting in order to obtain the President's direction.
- (4) Cabinet meeting as referred to paragraph (3) may involve the Governor of Bank Indonesia, Head of the Board of Commissioners of OJK, and Head of the Board of Commissioners of Indonesia Deposit Insurance Corporation to provide their insights and considerations based on their duties and authorities in accordance with the laws and regulations.
- (5) Cabinet meeting as referred to paragraph (3) may involve law enforcement institutions and/or Finance and Development Supervisory Agency to help maintain good governance in the implementation of the PEN Program.

CHAPTER V

IMPLEMENTATION OF PEN PROGRAM

Section One

PMN

Article 8

- (1) To implement the PEN Program, the Government may carry out PMN to BUMN and/or through the appointed BUMN.
- (2) PMN as referred to in paragraph (1) is conducted to:
 - a. repair the capital structure of the BUMN and/or the subsidiaries of the BUMN affected by the Corona Virus Disease 2019 (COVID-19) pandemic; and/or
 - b. increase the business capacity of the BUMN and/or the subsidiaries of BUMN including to carry out special assignments by the Government in the implementation of the PEN Program.

Article 9

PMN to a BUMN and/or through BUMN as referred to in Article 8 shall be conducted in accordance with the provisions of laws and regulations.

Section Two

Placement Of Funds

Article 10

- (1) In the framework of the implementation of the PEN Program, the Government may carry out Placement Of Funds with an objective to provide liquidity support to banks that conduct credit/financing restructuring and/or provide additional working capital credit/financing.
- (2) Placement Of Funds as referred to in paragraph (1) shall be conducted to a Participating Bank.
- (3) Participating Bank as referred to in paragraph (2) must at least fulfill the following criteria:
 - a. is a public bank having Indonesian legal entity status, , operating in the territory of Indonesia, and at least 51% (fifty one percent) of which shares are owned by Indonesian Citizen and/or Indonesian legal entity;

- b. is a bank categorized as healthy based on the bank health level assessment by OJK; and
 - c. included within the category of 15 (fifteen) banks with largest assets.
- (4) Participating Bank as referred to in paragraph (2) shall be stipulated by the Minister based on the information from the Head of the Board of Commissioners of OJK regarding the criteria as referred to in paragraph (3).

Article 11

- (1) Participating Bank as referred to in Article 10 paragraph (2) shall have the function to provide liquidity buffer funds for an Implementing Bank in need of liquidity buffer funds after conducting:
- a. credit/financing restructuring and/or provision of additional working capital credit/financing; and/or
 - b. additional credit/financing for Rural Bank (*Bank Perkreditan Rakyat*) / Sharia People's Financing Bank (*Bank Pembiayaan Rakyat Syariah*) and financing companies that conduct credit/financing restructuring and/or provide additional working capital credit/financing.
- (2) Participating Bank as referred to in paragraph (1) that acts as an Implementing Bank shall receive liquidity buffer funds from the Government Placement Of Funds as referred to in Article 10 paragraph (1).
- (3) Implementing Bank as referred to in paragraph (1) and paragraph (2) shall provide credit/financing restructuring support and/or provide additional working capital credit/financing to Micro Enterprises, Small Enterprises, Medium Enterprises, and Cooperatives.
- (4) Participating Bank may grant liquidity buffer funds to an Implementing Bank as referred to in paragraph (1) provided that such Implementing Bank:
- a. is a bank categorized as healthy based on the bank health level assessment by OJK; and
 - b. owns an SBN, Bank Indonesia Certificate of Deposit, Bank Indonesia Certificate, Bank Indonesia *Sukuk*, and Bank Indonesia Certificate of Sharia that have not been repurchased not more than 6% (six percent) from third-party funds.
- (5) Transaction between Implementing Bank and Participating Bank as referred to in paragraph (1) and paragraph (2) shall be stipulated in an agreement between both parties.
- (6) OJK and/or authorized agencies shall disclose the information required by the Participating Bank in providing the liquidity buffer funds to Implementing Bank as referred to in paragraph (1) and paragraph (4).

Article 12

In the event the Participating Bank as referred to in Article 10 faces a problem and which mitigation is handed over to the Indonesia Deposit Insurance Corporation, the Indonesia Deposit Insurance Corporation shall prioritize the repayment of Government funds.

Article 13

Provisions regarding the procedure for disclosing information by OJK as referred to in Article 10 paragraph (4) and Article 11 paragraph (6) shall be jointly regulated by the Minister and the Head of the Board of Commissioners of OJK.

Article 14

Provisions regarding the procedure for Placement Of Funds as referred to in Article 10 shall be stipulated in a Ministerial Regulation.

Section Three

Government Investment

Article 15

- (1) To implement the PEN Program, the Government may carry out Government Investment.
- (2) Government Investment as referred to in paragraph (1) shall be conducted in accordance with the provisions of laws and regulations.

Section Four

Guarantee

Article 16

- (1) In the implementation of the PEN Program, the Government may provide a Guarantee.
- (2) Guarantee as referred to in paragraph (1) may be conducted:
 - a. directly by the Government; and/or
 - b. through the appointed Guarantee business entity.

Article 17

- (1) Direct Guarantee by the Government as referred to in Article 16 paragraph (2) letter a may only be granted to BUMN.

- (2) In the framework of direct Guarantee by the Government as referred to in paragraph (1), the Government may assign a Guarantee business entity.
- (3) The implementation of direct Guarantee by the Government through business entity as referred to in paragraph (2) shall be conducted based on a Ministerial decree.

Article 18

- (1) In implementing the Guarantee as referred to in Article 16 paragraph (2) letter b, the Government may assign PT Jaminan Kredit Indonesia and/or PT Asuransi Kredit Indonesia to carry out the Guarantee.
- (2) Guarantee as referred to in paragraph (1) shall be granted to Business Actors in the form of Guarantee of working capital credit granted by banks.
- (3) In the event PT Jaminan Kredit Indonesia and/or PT Asuransi Kredit Indonesia requires an increase of capacity of Guarantee to perform the assignment as referred to in paragraph (1), the Government may grant PMN in accordance with the provisions of laws and regulations.
- (4) On a Guarantee as referred to in paragraph (2), the Government may grant support in the form of payment of compensation of Guarantee, reverse Guarantee, loss limit, or other required distribution of risks support.
- (5) On a Guarantee as referred to in paragraph (4), the Government may impose a compensation of Guarantee in accordance with the portion of the support being granted.

Article 19

- (1) On the implementation of Guarantee as referred to in Article 16 paragraph (1), the Government shall allocate Guarantee reserve funds and Guarantee compensation budget sourced from the State Revenues and Expenditures Budget.
- (2) Further provisions regarding the procedure of the Guarantee as referred to in Article 16 shall be stipulated under a Ministerial Regulation.

Section Five

State Expenditures

Article 20

- (1) PEN Program through state expenditures as referred to in Article 5 includes, but not limited to, the granting of interest subsidy to the debtors of banks, finance companies, and Government credit program distribution institutions that fulfill the requirements.
- (2) Debtors of banks and finance companies as referred to in paragraph (1) must fulfill the minimum requirements :

- a. Is a Micro Enterprise, Small Enterprise, Medium Enterprise, and/or Cooperative with the highest credit ceiling of Rp10,000,000,000 (ten billion rupiah);
 - b. not included in the National Black List;
 - c. holds a current (*lancer*) category of performing loans (collectability rate of 1 or 2); and
 - d. holds a Taxpayer Registration Number or has registered to obtain a Taxpayer Registration Number.
- (3) OJK and/or the authorized authority shall disclose the information required for the purpose of implementing the granting of interest subsidy.
- (4) Provisions regarding the mechanism for budgeting, implementation and accountability of the subsidy granting, and requirement of the debtors as referred to in paragraph (1) shall be stipulated in a Ministerial Regulation.
- (5) Provisions regarding the procedure on the granting of information by OJK as referred to in paragraph (3) shall be governed jointly by the Minister and the Head of the Board of Commissioners of OJK.

CHAPTER VI FUNDING OF PEN PROGRAM

Article 21

- (1) To finance the PEN Program, the Government may issue SBN that is purchased by Bank Indonesia in the primary market.
- (2) The purchase of SBN by Bank Indonesia as referred to in paragraph (1) shall be conducted gradually based on the tangible needs of the PEN Program.
- (3) The yields from the issuance of SBN as referred to in paragraph (1) shall be stored in a specific bank account in Bank Indonesia.
- (4) Provisions regarding the scheme and mechanism of the purchase of SBN by Bank Indonesia in the primary market as referred to in paragraph (1) shall be governed jointly by the Minister and the Governor of Bank Indonesia.
- (5) Provisions regarding the procedure of management of the specific bank account as referred to in paragraph (3) shall be stipulated in a Ministerial Regulation.

CHAPTER VII REPORTING

Article 22

The Minister shall report the implementation of the PEN Program to the President.

Article 23

Accounting and financial reports on the implementation of the PEN Program shall be conducted in accordance with the provision of laws and regulations.

CHAPTER VIII SUPERVISION AND EVALUATION

Article 24

- (1) The Minister shall carry out supervision and evaluation on the implementation of the PEN Program.
- (2) Supervision and evaluation as referred to in paragraph (1) shall consist of monitoring, evaluation, and control.
- (3) The result of evaluation on the implementation of the PEN Program as referred to in paragraph (1) shall be reported by the Minister to the President.
- (4) Further provisions regarding the procedure of supervision and evaluation on the implementation of the PEN Program shall be stipulated in a Ministerial Regulation.

Article 25

- (1) The Finance and Development Supervisory Agency (*Badan Pengawasan Keuangan dan Pembangunan*) shall carry out internal supervision on the implementation of the PEN Program.
- (2) The Government Internal Supervisory Apparatus (*Aparat Pengawasan Internal Pemerintah*) in the Ministries/Institutions/Regional Governments shall carry out internal supervision in accordance with their authorities and internal supervision on the implementation of the PEN Program within the framework of accountability of the Minister as the State Treasury.
- (3) In carrying out internal supervision as referred to in paragraph (1), the Finance and Development Supervisory Agency shall coordinate and may synergize with the Government Internal Supervisory Apparatus and head of ministries, agencies, governments, regional governments, and corporations/business entities.
- (4) The Finance and Development Supervisory Agency, in carrying out internal supervision as referred to in paragraph (1), shall stipulate the guidelines for the internal supervision of the PEN Program.

- (5) The Finance and Development Supervisory Agency shall report the result of the internal supervision as referred to in paragraph (1) to the President and/or Minister.
- (6) The Minister may request the Finance and Development Supervisory Agency to conduct verification of data and information supplied by third parties in the implementation of the PEN Program.
- (7) For the implementation of internal supervision by the Government Internal Supervisory Apparatus in Ministries/Institutions/Regional Governments as referred to in paragraph (2), the General Inspectorate of the Ministry of Finance for and on behalf of the Minister as the State Treasury shall formulate guidelines for supervision and quality control of the internal supervision.
- (8) In formulating the guidelines for supervision and quality control of the internal supervision as referred to in paragraph (7), the General Inspectorate of the Ministry of Finance shall consult with the Finance and Development Supervisory Agency.
- (9) The Government Internal Supervisory Apparatus in Ministries/Institutions/Regional Governments shall report the result of the internal supervision as referred to in paragraph (2) to the minister/head of institution/head of region.

CHAPTER IX OTHER PROVISIONS

Article 26

- (1) In the framework of national economic recovery, a settlement of bilateral trade transaction may be carried out using local currency (Local Currency Settlement/LCS).
- (2) Settlement of bilateral trade transaction using local currency (Local Currency Settlement/LCS) is the settlement of bilateral trade transaction carried out by business actors in Indonesia and partner countries by using the currency of in each respective country.
- (3) In implementing bilateral trade transaction using local currency (Local Currency Settlement/LCS) as referred to in paragraph (1), the ministry/institution may provide ease, facilities, incentives, and acceleration on export-import services in accordance with the provisions of the laws and regulations.
- (4) Further provisions regarding bilateral trade transaction using local currency (Local Currency Settlement/LCS) as referred to in paragraph (1) shall be stipulated in a Bank Indonesia Regulation.

CHAPTER X
CLOSING PROVISIONS

Article 27

This Government Regulation shall be effective as of the date of its enactment.

For public cognizance, order the enactment of this Government Regulation by virtue of its inclusion in the State Gazette of the Republic of Indonesia.

Stipulated in Jakarta
On May 9, 2020
PRESIDENT OF THE REPUBLIC OF INDONESIA

(Signed)

JOKO WIDODO

Enacted in Jakarta
On May 11, 2020
MINISTER OF LAW AND HUMAN RIGHTS OF THE REPUBLIC OF INDONESIA,

(Signed)

YASONA H. LAOLY

STATE GAZETTE OF THE REPUBLIC OF INDONESIA OF 2020 NUMBER 131

True Copy
MINISTRY OF STATE SECRETARIAT OF THE REPUBLIC OF INDONESIA
Deputy of Law and Laws and Regulation,

(Signed and Stamped)

Lydia Silvanna Djaman

ELUCIDATION
OF
GOVERNMENT REGULATION OF THE REPUBLIC OF INDONESIA
NUMBER 23 OF 2020

IMPLEMENTATION OF NATIONAL ECONOMIC RECOVERY PROGRAM FOR THE PURPOSE OF SUPPORTING THE FINANCIAL POLICIES OF THE STATE TO MITIGATE THE CORONA VIRUS DISEASE 2019 (COVID-19) PANDEMIC AND/OR TO COUNTER THE THREATS THAT IMPERIL NATIONAL ECONOMY AND/OR FINANCIAL SYSTEM STABILITY AS WELL AS THE SALVAGING OF NATIONAL ECONOMY

I. GENERAL

The Corona Virus Disease 2019 (COVID-19) Pandemic has evidently impede with the economic activity of most countries all over the world including Indonesia. During the Corona Virus Disease 2019 (COVID-19) Pandemic, activities in the business world has experienced significant interference whether in the process of production, distribution, and other operational activities that eventually interferes with the performance of the economy.

Government Regulation in lieu of Law Number 1 of 2020 regarding State Financial and the Stability of the Financial System Policies for the Mitigation of the Corona Virus Disease 2019 (COVID-19) Pandemic and/or Deal With the Threats that are Potentially Harmful to the National Economy and/or the Stability of the Financial System has mandated efforts in recovering the national economy through the PEN Program.

The PEN Program is a form of policy response that have been taken by the Government in an effort to maintain and prevent business activities from further disruption, decrease the number of termination of employment by providing credit interest subsidies for debtors which are micro, small, and medium enterprises that have been affected, accelerate the national economic recovery, and to support the state financial policy.

The PEN Program aims to protect, preserve, and increase the economic capability of the Business Actors including the micro, small, and medium enterprises in carrying out their businesses. The implementation of the PEN Program is expected to minimize the occurrence of termination of employment in the business world due to the impact of the Corona Virus Disease 2019 (COVID-19) pandemic.

In general, this Government Regulation contains the following matters, among others:

- a. principles that must be adhered to and exercised in implementing the PEN Program;
- b. mechanism of formulation and stipulation of policies and strategies in implementing the PEN Program, including the stipulation of priorities of business fields or sectors affected by the Corona Virus Disease 2019 (COVID-19) pandemic;
- c. implementation of the PEN Program through PMN, Placement Of Funds, Government Investment, and Guarantee;
- d. economic recovery through state expenditures which among others is conducted through the granting of interest subsidy;
- e. financing of PEN Program to provide clarity regarding the source of funds of the PEN Program; and
- f. reporting, supervision, and evaluation for good governance on the enforcement of the PEN Program.

II. ARTICLE BY ARTICLE

Article 1

Self-explanatory.

Article 2

Self-explanatory.

Article 3

Self-explanatory.

Article 4

Self-explanatory.

Article 5

Self-explanatory.

Article 6

Funds that are sourced from the State Revenues and Expenditures Budget may be derived from the issuance of SBN.

Article 7

Paragraph (1)

Self-explanatory.

Paragraph (2)

What is meant by “minister/head of non-ministerial government institution that oversees the relevant business or sector” are among others, minister overseeing government affairs in the field of cooperatives and small and medium businesses for Micro, Small, and Medium Enterprises, and Cooperatives.

Paragraph (3)

Self-explanatory.

Paragraph (4)

What is meant by “laws and regulations” are among others Law regarding Bank Indonesia, Law regarding OJK, Law regarding Indonesia Deposit Insurance Corporation.

Paragraph (5)

Self-explanatory.

Article 8

Self-explanatory.

Article 9

Self-explanatory.

Article 10

Self-explanatory.

Article 11

Paragraph (1)

Participating Bank will conduct risk assessment in providing liquidity buffer funds to Implementing Bank in need of liquidity buffer funds.

Paragraph (2)

Self-explanatory.

Paragraph (3)

Self-explanatory.

Paragraph (4)

letter a

Health category is assessed based on the most recent position of the bank's health level after a review has been conducted.

letter b
Self-explanatory.

Paragraph (5)

Transaction between the Implementing Bank and Participating Bank as referred to in this paragraph is the contractual relationship in a business to business manner.

Paragraph (6)
Self-explanatory.

Article 12

What is meant by "Government funds" is the government funds which is placed in the form of savings in the Participating Bank.

The form of saving of Government funds to the Participating Bank is *giro*, deposits certificate, saving and/or other forms equivalent thereto.

Article 13
Self-explanatory.

Article 14
Self-explanatory.

Article 15
Self-explanatory.

Article 16
Self-explanatory.

Article 17
Self-explanatory.

Article 18
Self-explanatory.

Article 19
Self-explanatory.

Article 20

Paragraph (1)

What is meant by the “Government credit program distribution institutions” are among others public service agency and BUMN.

Public service agency may cooperate with Cooperatives for the purpose of distributing interest subsidy to Micro Enterprises, Small Enterprises, and Medium Enterprises, and/or Cooperatives.

Paragraph (2)

Letter a

Included as debtors which are Micro Enterprises, Small Enterprises, Medium Enterprises and/or Cooperatives is the debtor of a House Ownership Credit (*Kredit Pemilikan Rumah* or KPR) up to type 70 and debtor of Motorized Vehicle Credit (*Kredit Kendaraan Bermotor*) for productive businesses, including online taxi bike and/or informal businesses.

Letter b

Applicable to debtors with a loan of more than Rp. 50,000,000,00 (fifty million Rupiah).

Letter c

Category current (lancer) performing loan (collectability rate of 1 or 2) shall be considered as of February 29, 2020.

Letter d

Self-explanatory.

Paragraph (3)

Self-explanatory.

Paragraph (4)

The content to be governed in the Ministerial Regulation are among others, the granting of interest subsidy proposed through the Ministry of Finance and mechanism on the submission of proposal, verification, and granting of approval of the interest subsidy, and the requirements of the debtor of the banks, finance companies, and Government credit program distribution institutions as referred to in paragraph (1).

Paragraph (5)
Self-explanatory.

Article 21
Paragraph (1)
Self-explanatory.

Paragraph (2)
Self-explanatory.

Paragraph (3)
Self-explanatory.

Paragraph (4)
The joint regulation by the Minister and the Governor of Bank Indonesia shall consists of, among others, the rate of return in consideration of the provisions of Article 3 letter f.

Paragraph (5)
Self-explanatory.

Article 22
Self-explanatory.

Article 23
Self-explanatory.

Article 24
Self-explanatory.

Article 25
Self-explanatory.

Article 26
Self-explanatory.

Article 27
Self-explanatory.

SUPPLEMENT TO STATE GAZETTE OF THE REPUBLIC OF INDONESIA NUMBER 6514.