



No. SP-86/DKSN/OJK/11/2015

PRESS RELEASE
IMPLEMENTATION OF JARING PROGRAM 2015
SENDANG BIRU VILLAGE, MALANG REGENCY
NOVEMBER 2015

Financial Services Authority (OJK) in cooperation with Maritime Affairs and Fisheries Ministry has launched Reach, Synergy and Guideline or **JARING** program on May 11 in Takalar, South Sulawesi.

The JARING program is made to respond to stakeholders' needs for information regarding maritime and fisheries database, financing scheme, business risk mapping, regulations issued by related authority.

JARING program has a main target to increase financing growth in maritime and fisheries sector, aiming at financing growth that is higher than previous year. Minimum credit growth was targeted at 50 percent of previous year's growth. Aside from that, JARING program is expected to be able to improve society's access to wider financial access, to enhance level of prosperity among fishermen and micro and small entrepreneurs (increase of per capita income), to add number of job opportunities, and to increase national economic growth.

In order to reach JARING program's targets, eight pioneering banks have functioned in the preliminary phase as partners of JARING programs for financing maritime and fisheries sector, namely PT Bank Negara Indonesia (Persero), Tbk (BNI), PT Bank Rakyat Indonesia (Persero), Tbk (BRI), PT Bank Mandiri (Persero), Tbk, PT Bank Tabungan Pensiunan Nasional, Tbk (BTPN), PT Bank Danamon Indonesia, Tbk, PT Bank Permata, Tbk, PT Bank Bukopin, Tbk and PT BPD Sulselbar. Besides banking sector, the commitment to improve financing in maritime and fisheries sector is also given by non-bank financial industry through finance companies consortium, life insurance, general insurance and securities.

Total number of financing from the eight partner banks and non-bank financial industry consortium for maritime and fisheries sector in December 2014 was Rp 10.8 trillion, with a commitment for growth in financing for the sector until December 2015 of Rp 7.2 trillion, or average of new financing growth (gross) of 66.2 percent of total financing in December 2014.



Implementation of JARING program by 8 partner banks and non-bank financial industry until September 2015 is described in the following table:

REPORT REALIZATION OF CREDIT CHANNELING UNTIL SEPTEMBER 2015 in billion Rupiah				
NAME OF PARTNER BANK	NOMINAL AMOUNT OF COMMITMENT IN 2015	GROWTH COMMITMENT IN 2015 (%) COMPARED TO OUTSTANDING IN DECEMBER 2014	CREDIT CHANNELING IN MARITIME AND FISHERIES SECTOR UNTIL SEPTEMBER 2015	RATIO OF CREDIT CHANNELING IN MARITIME AND FISHERIES SECTOR TO TOTAL COMMITMENT IN 2015 (%)
1	2	3	4	5 = (4/2)*100%
BRI	2,500	52.00%	2,919.09	116.76%
BNI	1,000	94.88%	393.95	39.39%
MANDIRI	1,250	81.70%	624.00	49.92%
DANAMON	300	94.64%	107.31	35.77%
BTPN	50	50.66%	221.99	443.98%
PERMATA	180	56.25%	50.00	27.78%
BUKOPIN	81	91.01%	62.37	77.00%
SULSEBAR	13	19.52%	32.59	250.67%
TOTAL	5,374	67.83%	4,411.29	82.09%

 = surpassed more than 100%

Realization of new credit channeling (gross) for maritime and fisheries sector by the partner banks until end of September 2015 has reached Rp 4.41 trillion, or 82.09 percent of the banks' aggregate target of Rp 5.37 trillion. Some of the banks that have surpassed credit channeling target (gross) are BRI, BTPN and BPD Sulselbar.

Besides the eight pioneering banks that have given their commitment to increase financing realization in maritime and fisheries sector in 2015, five new partner banks have also joined JARING 2015 program, namely PT BCA, Tbk, PT Bank Maybank Indonesia, Tbk, PT Bank CIMB Niaga, PT Bank Sinarmas, Tbk and PT BPD Jawa Timur, Tbk. The later banks' participation is in line with their medium to long term target for 2016, that is to expand financing for the whole maritime sector that covers, among others, maritime services, sea transportation, offshore construction and maritime industry.

Some programs that have been implemented since the launching of JARING program include monitoring over new credit realization of partner banks for maritime and fisheries sector, information exchange between OJK, Maritime Affairs and Fisheries Ministry and partner banks, focus group discussion (FGD) in Jakarta early in November 2015 on strategy for business risk mitigation in maritime and fisheries sector in effort to assess problems and solutions to promote maritime and fisheries sector, and the making of grand design for JARING program.



Besides by improving growth in financing, JARING is also implemented through activities that open wider financial access for maritime and fisheries sector by building synergy with financial services practitioners, especially in areas that have potentials in maritime and fisheries sector. OJK and Maritime Affairs and Fisheries Ministry are to hold JARING 2015 event in Sendang Biru village, Malang regency, East Java. Sendang Biru is known as one of the biggest tuna fish producer in East Java province and has potentials to become the best tuna fish producer in the aspect of quantity and quality. The challenge in managing potentials in Sendang Biru is limited cold storage facility, which needs to be supported with adequate electricity power and fuel for fishermen, and also limited access to products and services from financial services institutions that can help boosting business development.

JARING program in Sendang Biru village, Malang, is intended for describing about potentials in maritime and fisheries business, especially in Sendang Biru beach, and to broaden access for society to products and services from financial services institutions through LAKU PANDAI branchless banking program, launching of savings products from several partner banks, and socialization about insurance products for fishermen in effort to develop maritime and fisheries business so that it grows and competitive.

JARING program in Sendang Biru village, Malang, will cover referral of credit agreement from partner banks to debtors in maritime and fisheries sector, signing of cooperation agreement between Maritime Affairs and Fisheries Ministry with OJK, launching of JARING products by partner banks, and facilitating branchless banking financial services for financial inclusion (LAKU PANDAI program) for Sendang Biru society. Products for this program include savings product with a characteristic of basic saving account (BSA) managed by BRI, BNI, Bank Mandiri, and Bank Bukopin.

For more information:

Deputy Commissioner 3 for Banking Supervision, Financial Services Authority.

Irwan Lubis

Phone (021) 2960 0000