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**OJK** OTORITAS  
JASA KEUANGAN

**OTORITAS JASA KEUANGAN**

*A picture is worth a thousand words*

# INTRODUCTORY PRESENTATION

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Japan, October 2019

# Indonesia Financial Services Authority (OJK)

# Indonesia Financial Services Authority (OJK)

## Background of OJK



- ✓ Banking sector is control and monitor by Indonesia Central Bank (BI)
- ✓ Capital market and Non Bank Institution are regulate and supervise by BAPEPAM-LK, Ministry of Finance.

- ✓ Act No. 21 of 2011 gives a legal basis for the establishment of OJK body.
- ✓ Monetary stability and the payment system are maintain by Central Bank (BI)
- ✓ The activities of financial services in the banking sector, capital market, and Non Bank Institution are regulate and supervise by OJK.

# Indonesia Financial Services Authority (OJK)

## Objectives and Function of OJK



Encourage the financial services sector to be held on a regular basis, fair, transparent, and accountable.



Realizing the financial system to grow in a sustainable and stable.



To organize an integrated system of regulation and supervision of all activities within the financial services sector.



Protecting the interest of consumers and society.



Regulation and supervision of the activities of financial services in the banking sector, capital market, insurance, pension funds, financial institutions, and other financial services institutions.

# Indonesia Financial Services Authority (OJK)

## Duties of OJK



OJK regulates and supervises the financial service sector:



**Capital Market**



**Non Bank Financial Institutions**

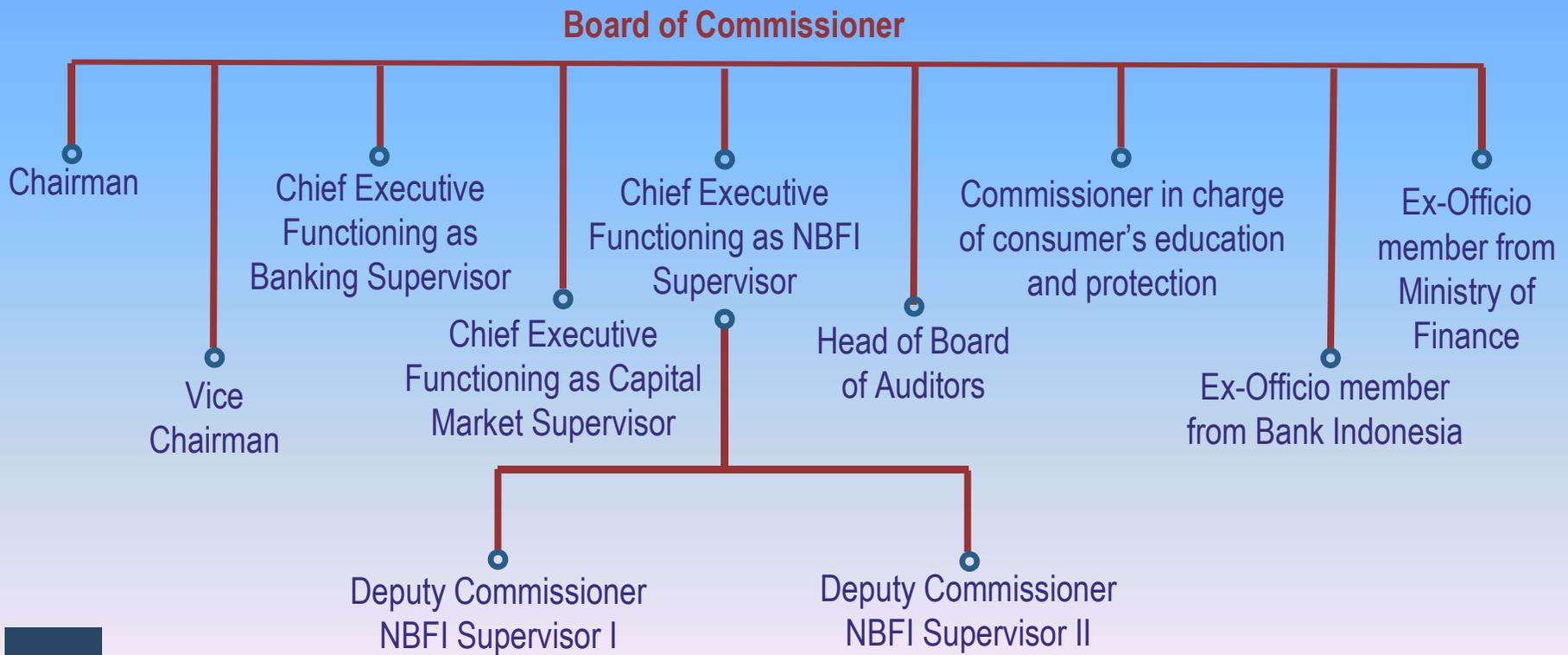


**Banking**

Pasal 6 UU No 21 Th 2011

# Indonesia Financial Services Authority (OJK)

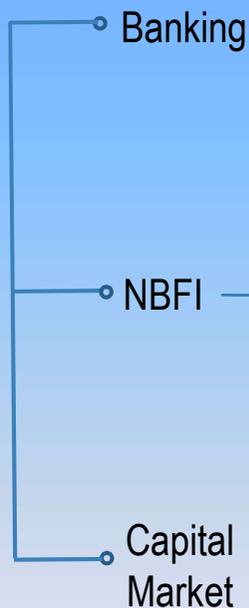
## Organization Structure



# Financial Service Institutions



Financial Service Institutions



Insurance

- Life insurance
- General Insurance
- Reinsurance
- Insurance Broker, reinsurance Broker, and Insurance Loss Adjuster

Pension Fund

- Employer pension funds
- Pension fund financial institutions

Financing Institutions

- Financing Company
- Venture Capital Company
- Infrastructure Financing Company

Other Financial Institutions

- Guarantee Company
- Secondary Mortgage Facility
- Indonesian Export Financing Company
- National Social and Security Institutions
- Microfinance Institutions
- Pawnshop

# Indonesia Financial Services Authority (OJK)

## Chief Executive Functioning as NBFi Supervisor



### Function

Implementing integrated regulatory and supervisory system of NBFi sector towards all activities in financial services



### Duties

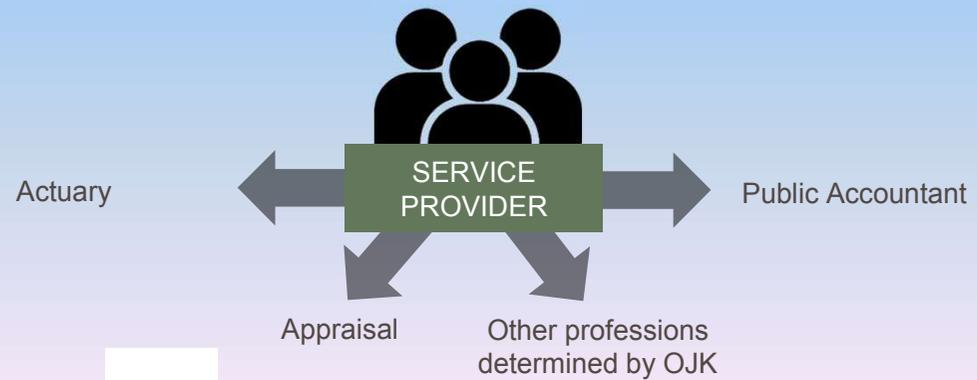
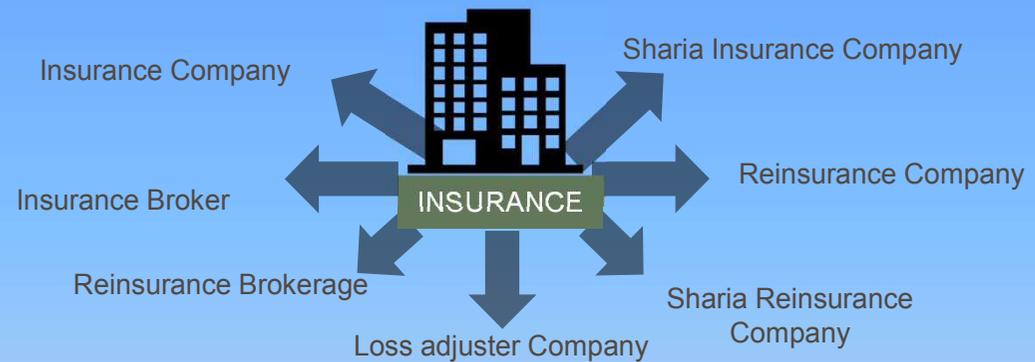
- ✓ Arrange regulations in NBFi
- ✓ Enforcing regulations in NBFi
- ✓ Conducting guidance and supervision on the party obtaining business license, approval, registration from OJK and other parties engaged in NBFi
- ✓ Prepare policy formulation in NBFi
- ✓ Formulate standards, norms, guidance criteria and procedures in NBFi
- ✓ Carry out other duties granted by the Board of Commissioners.

# Insurance Business Overview In Indonesia

# Insurance Business Overview



Act No 40 of 2014



## Number of Insurance Company 2018

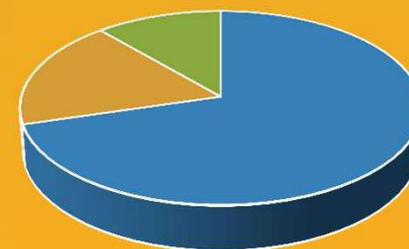
### Number of Insurance Company

- General Insurance: 74
- Life Insurance: 53
- Social Insurance: 2
- Mandatory Insurance: 3
- Reinsurance: 6
- Sharia General Insurance: 5
- Sharia Life Insurance: 7
- Sharia Reinsurance: 1



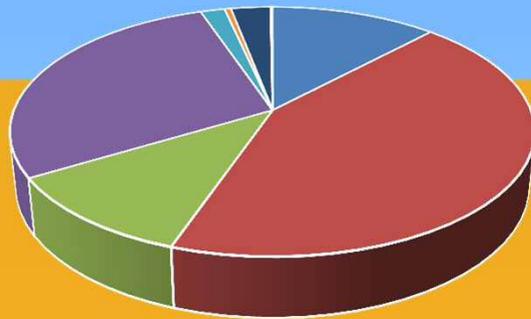
### Number of Insurance Support Company

- Insurance Broker: 167
- Reinsurance Broker: 43
- Insurance Loss Adjuster: 27

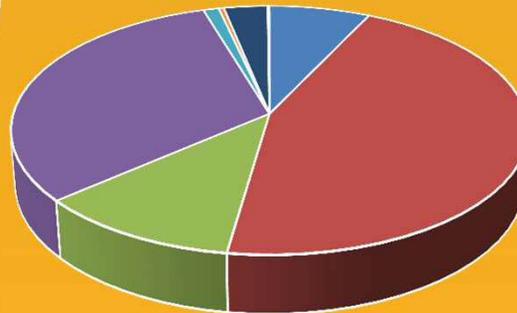


## Total Asset & Investment of Insurance Company 2018

Assets



Investment



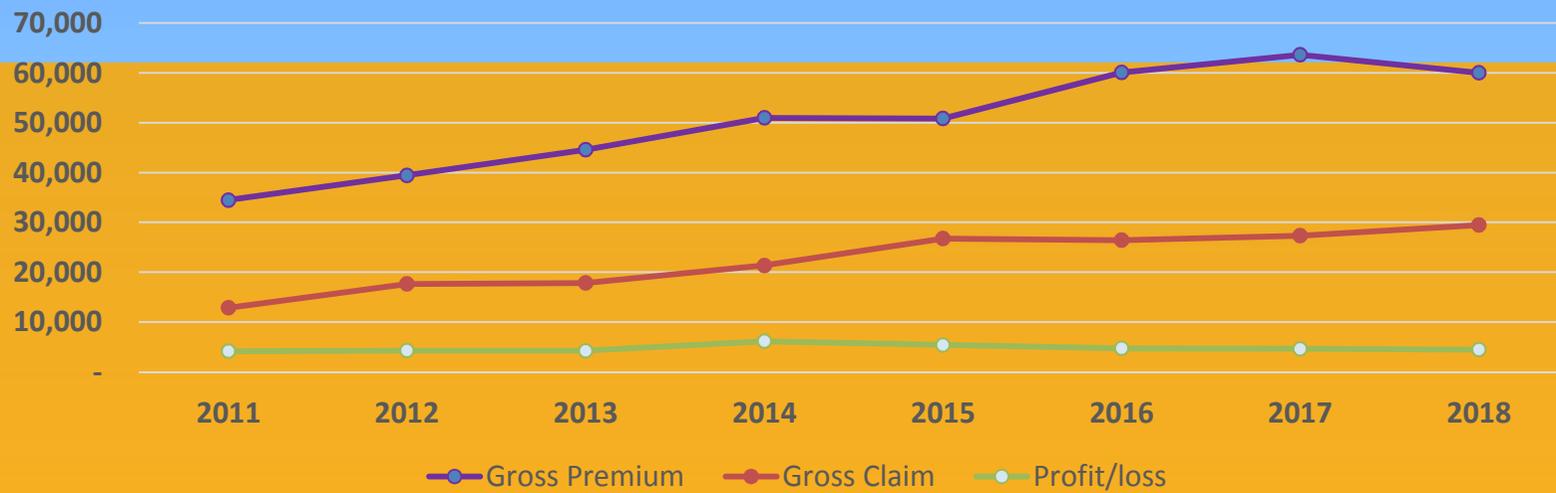
- General Insurance
- Life Insurance
- Mandatory Insurance
- Social Insurance
- Reinsurance
- Sharia General Insurance
- Sharia Life Insurance
- Sharia Reinsurance

In Billion IDR

Insurance	Asset	Investment
General Insurance	145.352	73.428
Life Insurance	520.633	463.962
Mandatory Insurance	133.734	117.193
Social Insurance	341.089	324.504
Reinsurance	21.114	11.274
Sharia General Insurance	5.621	3.783
Sharia Life Insurance	34.474	31.882
Sharia Reinsurance	1.864	1.302
<b>Total</b>	<b>1.203.880</b>	<b>1.027.329</b>

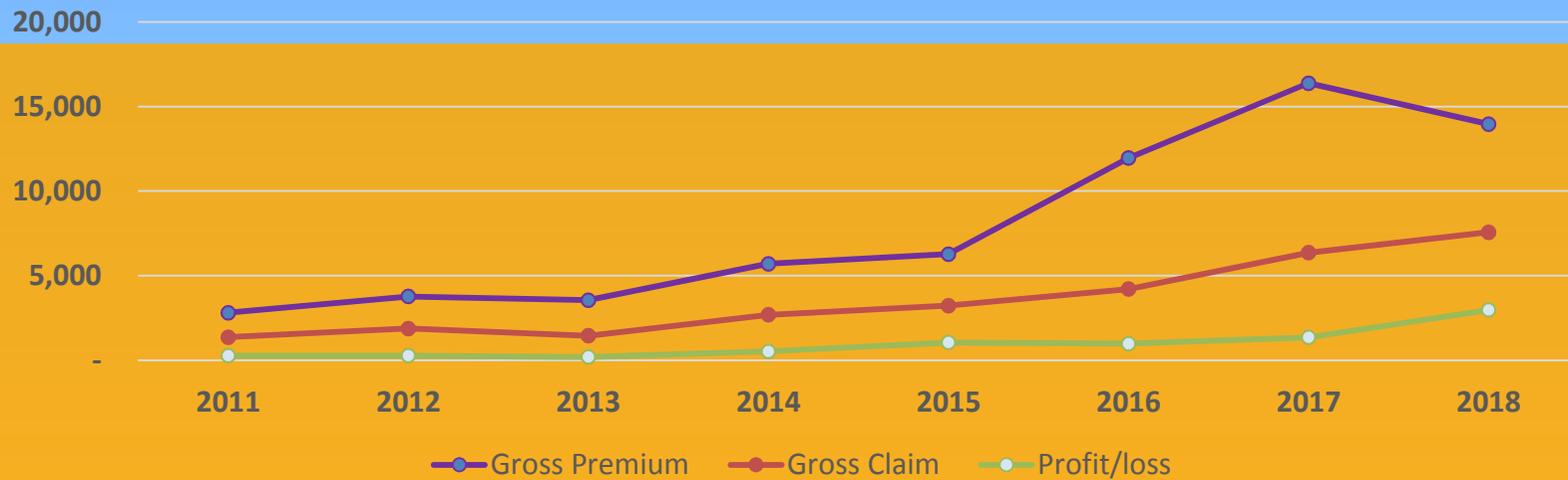
# Insurance Business Overview

## General Insurance Business Growth 2011 - 2018



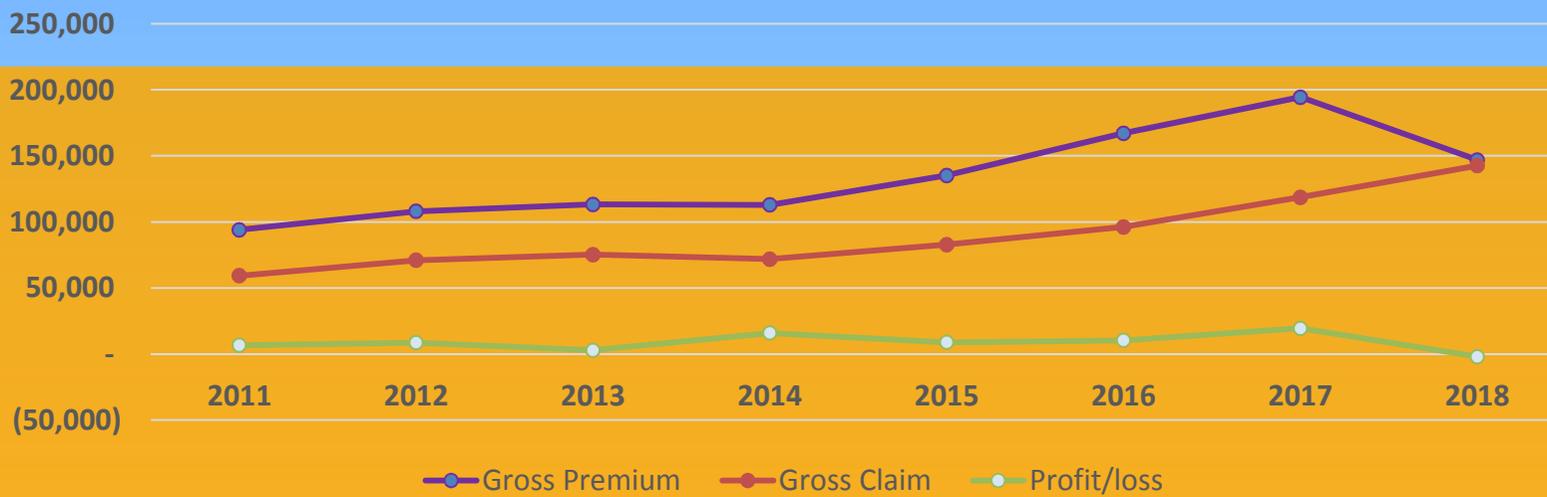
Description	2012	2013	2014	2015	2016	2017	2018
Gross Premium	14,5%	13,0%	14,4%	-0,3%	18,2%	5,9%	-5,7%
Gross Claim	37,1%	1,1%	19,8%	25,2%	-1,2%	3,4%	7,8%
Profit/loss	3,0%	-0,9%	45,1%	-11,7%	-12,8%	-2,1%	-3,3%

## Reinsurance Business Growth 2011 - 2018



Description	2012	2013	2014	2015	2016	2017	2018
Gross Premium	34,2%	-5,8%	60,9%	10,0%	90,6%	37,0%	-14,8%
Gross Claim	38,4%	-23,1%	86,3%	20,1%	30,3%	51,4%	19,0%
Profit/loss	-1,2%	-28,5%	175,8%	101,7%	-6,4%	38,2%	120,3%

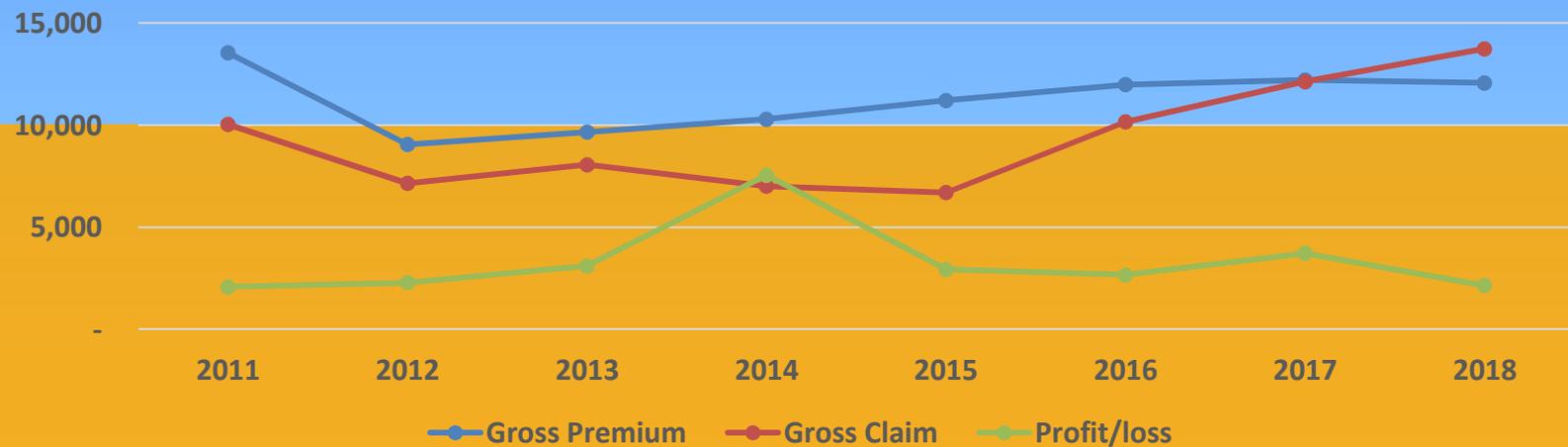
## Life Insurance Business Growth 2011-2018



Description	2012	2013	2014	2015	2016	2017	2018
Gross Premium	14,8%	4,9%	-0,3%	19,7%	23,7%	16,3%	-24,4%
Gross Claim	19,8%	6,1%	-4,5%	15,3%	16,1%	23,3%	20,2%
Profit/loss	29,9%	-66,6%	453,5%	-44,2%	16,3%	88,4%	-110,5%

# Insurance Business Overview

## Compulsary Insurance Business Growth 2001-2018



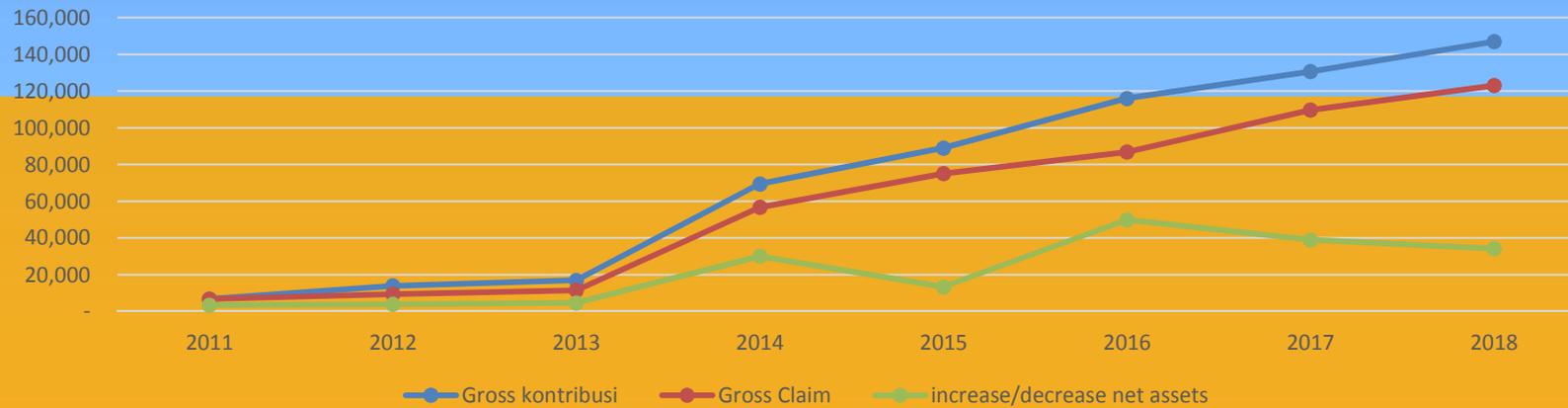
Description	2012	2013	2014	2015	2016	2017	2018
Gross Premium	-33,2%	6,7%	6,6%	8,9%	6,9%	1,9%	-1,1%
Gross Claim	-28,8%	12,8%	-13,0%	-4,5%	51,7%	19,4%	13,3%
Profit/loss	10,2%	35,9%	143,0%	-61,2%	-9,0%	39,5%	-42,3%

*In 2014, Agencies Administering Social Insurance consist of Health Social Security Agency (nama change from PT Askes) and Employment Social Security Agency, companies Administering Mandatory Insurance consist of PT. Asabri, PT. Taspen, PT Jasa Raharja. Before 2014, companies administering mandatory insurance consist of PT. Askes, PT. Taspen and PT. Asabri.*

# Insurance Business Overview



## Social Insurance Program & Workers Social Security Growth 2011 - 2018

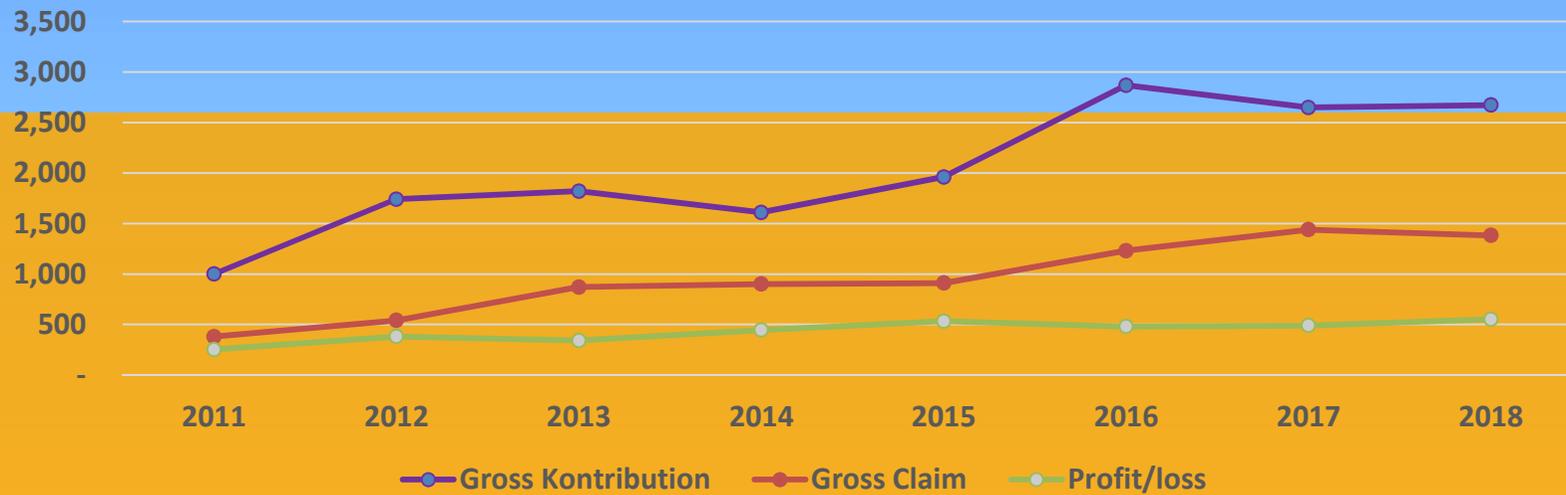


Description	2012	2013	2014	2015	2016	2017	2018
Gross kontribusi	15,63%	32,60%	574,09%	28,12%	30,41%	12,61%	12,43%
Gross Claim	9,66%	22,48%	1102,39%	32,37%	15,74%	26,30%	12,20%
Increase/Decrease Net Asset	12,69%	20,33%	544,00%	-55,86%	276,10%	-21,92%	-12,34%

*In 2014, Agencies Administering Social Insurance consist of Health Social Security Agency (name change from PT Askes) and Employment Social Security Agency, companies Administering Mandatory Insurance consist of PT. Asabri, PT. Taspen, PT Jasa Raharja. Before 2014, companies administering social insurance consist of PT. Jasa Raharja and Employment Social Security Agency.*

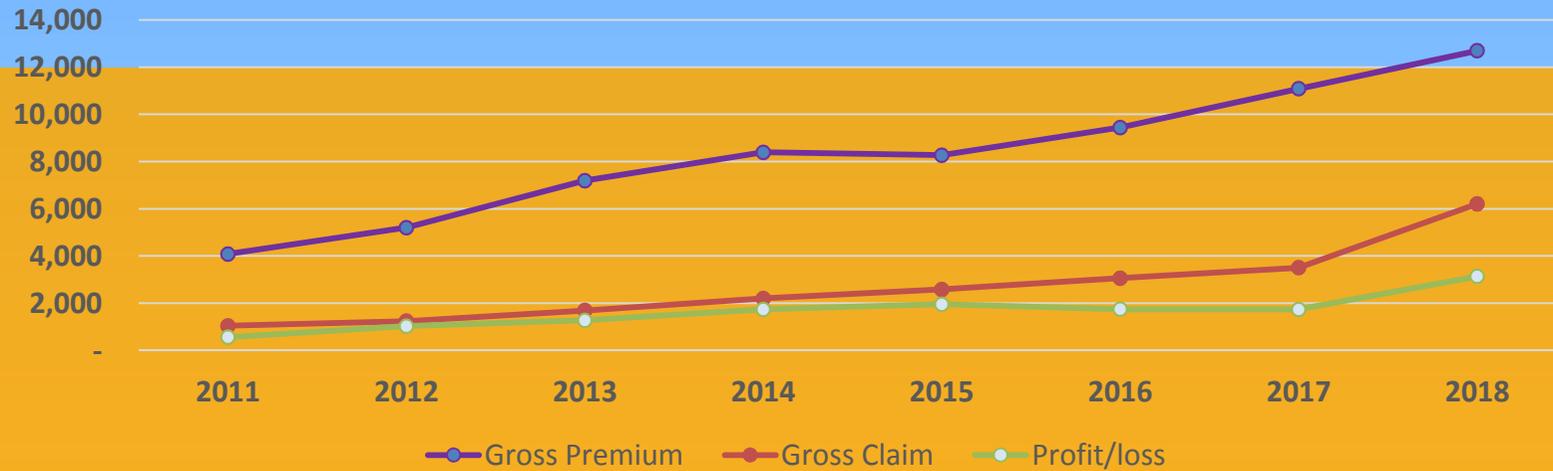
# Insurance Business Overview

Sharia General Insurance & Reinsurance Business Growth 2001 - 2018



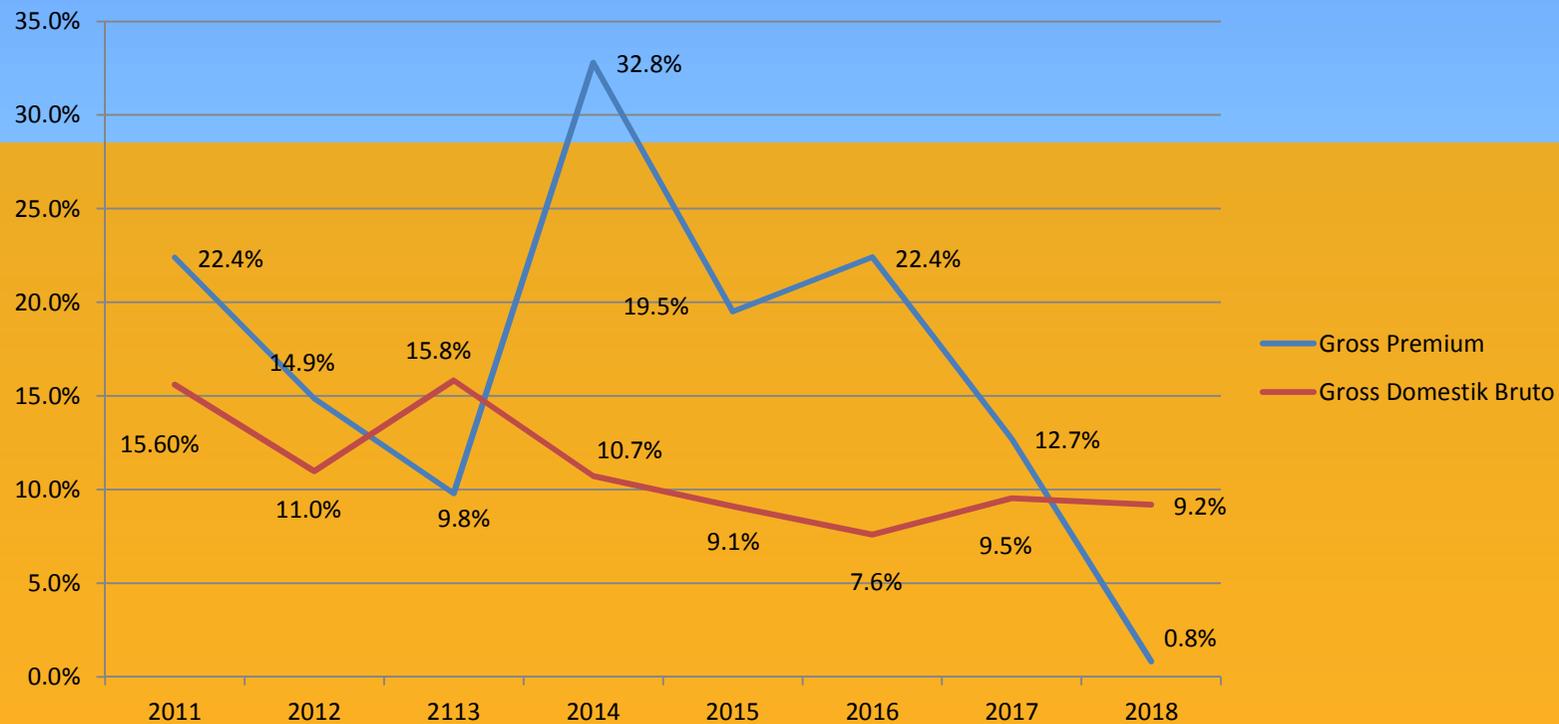
Description	2012	2013	2014	2015	2016	2017	2018
Gross Contribution	74,0%	4,6%	-11,5%	21,7%	46,4%	-7,7%	0,9%
Gross Claim	42,1%	61,1%	3,4%	1,1%	35,2%	17,1%	-4,0%
Profit/loss	13,0%	-4,0%	10,3%	8,8%	-5,3%	0,9%	6,3%

## Syaria Life Insurance Business Growth 2011 - 2018



Description	2012	2013	2014	2015	2016	2017	2018
Gross Contribution	27,5%	38,3%	16,7%	-1,4%	14,1%	17,5%	14,5%
Gross Claim	19,2%	36,3%	30,2%	17,3%	18,6%	14,4%	77,2%
Profit/loss	84,7%	24,4%	36,7%	12,5%	-11,0%	-0,2%	80,3%

## Gross Premium VS Gross Domestic Product 2011 – 2018



**OTORITAS JASA KEUANGAN**



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**THANK YOU**