

PRESS RELEASE

OJK RELEASES SHARIA SECURITIES LIST

(Jakarta, May 22nd, 2014). Financial Services Authority (OJK) issued OJK Board of Commissioners Decision Number Kep-24/D.04/2014 on Sharia securities list (DES) on Tuesday, May 20th, 2014. The issuance of this decision is based on OJK`s periodic review on the preceding Sharia securities list.

Sharia securities list is an investment guideline for users such as investment managers of Sharia mutual fund, Sharia insurance, and investors intending to invest on Sharia securities portfolio, as well as a guideline for Sharia index providers, such as Indonesia Stock Exchange which issues Jakarta Islamic Index and Indonesia Sharia Stock Index.

Sharia securities included in the DES comprise of 322 securities in the types of issuers and public companies stocks and other kinds of Sharia securities. Data used for materials of OJK`s review is originated from financial reports as of December 31st, 2013, which OJK have received along with other supporting written data from issuers or public companies.

The number of issuers and public companies listed in DES of first period of 2014 is 584, and 568 in DES of second period of 2013. Total number of incoming stocks in DES of first period of 2014 is 322, and 328 in DES of second period of 2013. The number of newly- listed issuers in DES of first period of 2014 is 28 companies, and the number of those exiting from DES of second period of 2013 is 34 companies.

OJK will conduct periodic review on Sharia securities list based on mid-year and annual financial reports from issuers or public companies. Review on Sharia Securities List is also conducted if there is an issuer or public company whose registration statement becomes effective and fulfils Sharia securities criteria, or if there is any corporate action, information or fact from an issuer or public company that may cause fulfillment or non-fulfillment of Sharia securities criteria.

By the time this new Sharia securities list takes effect, OJK Board of Commissioners Decision Number KEP-60/D.04/2013 dated November 19th, 2013 on Sharia securities list will have been revoked and no longer effective. The new Sharia securities list starts to take effect on June 1st, 2014.

Directorate of Sharia Capital Market is currently outlining a study on road map for Sharia capital market, which is expected to be able to function as a reference for Sharia capital market medium-term development for the next five years. This road map making process involves opinions and inputs from all stakeholders. And now it has come to the process of asking opinions and inputs, and conducting several focus group discussions with stakeholders, which comprises Indonesia Stock Exchange (BEI), Stock Market Clearing House (KPEI), Central Securities Depository (KSEI), Bond

Directorate of Communications

Sumitro Djojohadikusumo Building, Jalan Lapangan Banteng Timur No. 2-4 Jakarta 10710
Phone: +62 21 3858001 (hunting); Facsimile: +62 21 3858321 (hunting); Website: www.ojk.go.id

Pricing Agency (LPHE), Indonesia Securities Investor Protection Fund (P3IEI), Association of Capital Market Practitioners, and government institutions (Coordinating Ministry for the Economy, National Development Planning Board or Bappenas, State-Owned Enterprises Ministry, and Bank Indonesia), and National Sharia Board of Indonesian Ulema Council (DSN MUI).

Some of the main topics that come into OJK's and stakeholders' consideration in the matter of Sharia capital market development are, among others, improvement of Sharia products in capital market, empowerment of capital market practitioners in Sharia capital market activities, extension of investors basis, strengthening of regulation framework, and improvement of human capital.

Directorate of Sharia Capital Market is currently in the process of completing Sharia capital market regulations, particularly Regulation No. IX.A.13 on issuance of Sharia securities, which is now in the process of formulating academic paper and is expected to be finished this year.

Some of the substances in the regulation completion are:

1. Regulation on Sharia transactions in capital market.
2. Simplification of registration statement document.
3. Completion of information disclosure adequacy associated with sukuk.
4. Completion related to guideline for sukuk trustee contract.
5. Completion of regulation on types of Sharia mutual funds.
6. Regulation on relaxation of choices and definition of Sharia mutual fund portfolio.
7. Completion of regulation on Sharia asset-backed securities.
8. Regulation on Sharia Supervisory Board (DPS) and Sharia experts in relation to issuance of Sharia securities.

It has been planned that regulations on issuance of Sharia securities will be divided into several regulations according to the type of securities to be issued (regulation on issuance of Sharia stock, regulation on issuance of sukuk, regulation on issuance of Sharia mutual fund, regulation on issuance of Sharia asset-backed securities). Now the Directorate of Sharia Capital Market is also drafting an academic paper related to regulation on Sharia experts and Sharia Supervisory Board, which is expected to be completed this year.

Deputy Commissioner I
for Capital Market Supervision

Sarjito
(sarjito@ojk.go.id)