



an Indonesia Sustainable Finance Initiative

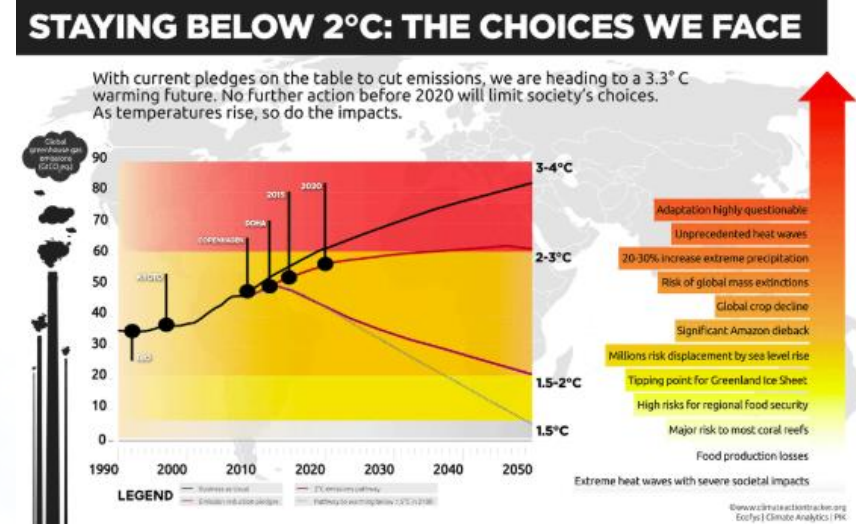
Jakarta, 31 May 2018

IKBI at a glance..





Sustainable Finance





2016

Pre-Condition:
Pilot Project

First Movers on Sustainable Banking



2017

Sustainable Finance Regulation
POJK nomor 51/POJK.03/2017



Remarks:



Pledge Board Signing of the 8 banks



Workshop 1 – 6: ESG Training & Integration for Banks

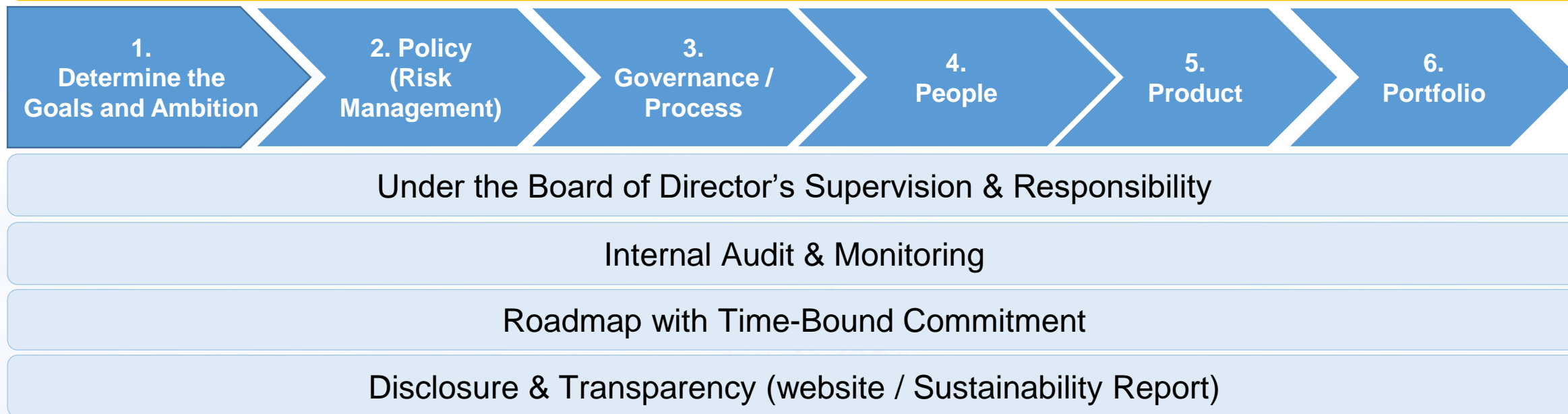


The official closing of Project First Movers



Launching Indonesia Sustainable Finance Initiative (ISFI)

ISFI: Contribute to Government's Target for GHG Emission Reduction and Sustainable Development Goals



As the **initiative to encourage financial services institution, issuer, publicly listed companies, and other relevant organizations** to implement and develop sustainable finance best practice as its active contribution to ***the Financial Services Authority (FSA) Sustainable Finance Roadmap and the Regulation of FSA no. 51/POJK.03//2017***, especially on supporting the Government of Indonesia's goals in **climate change mitigations** (Green House Gas emission reduction) and achieve **Sustainable Development Goals**.

- **Experience sharing** among its members on Sustainable Finance.
- Development of **human resource capacity building program** in sustainable finance including the integration of Environment, Social, and Governance (ESG) aspects.
- **Development of innovative financial products and services** that implements 3P (*people-profit-planet*) tailor-made to the client's needs.
- Development of healthy competition through **equality and inclusivity** in sustainable finance implementation.
- To be the **dialog partner** of the government, financial service authority, international organizations, other similar initiatives at international level and other stakeholders related to sustainable finance development.
- Supporting the members in performing such **sustainable finance business cooperation and educational program** to the communities.
- Supporting the members in the **progress of constructing the infrastructure for policy framework** on sustainable finance and **high risk ESG sector policy** in order to effectively contribute to the achievement of national target on climate change and Sustainable Development Goals (SDGs).

ORGANISATION STRUCTURE

Chairman	: BRI
Secretary	: BRI Syariah
Treasurer	: BCA
Head of Membership	: BNI
Head of Partnership	: Bank Artha Graha Internasional
Ketua Bidang Edukasi	: Bank Mandiri
Ketua Bidang Pengembangan Bisnis	: Bank Muamalat
Ketua Bidang Penelitian dan Perkembangan	: BPD Jawa Barat & Banten
Kesekretariatan	: WWF-Indonesia

REQUIREMENT TO BE ISFI MEMBER

Financial Institutions

Deliver the **roadmap** with **time-bound commitment** on ESG integration to ISFI Secretariat including:

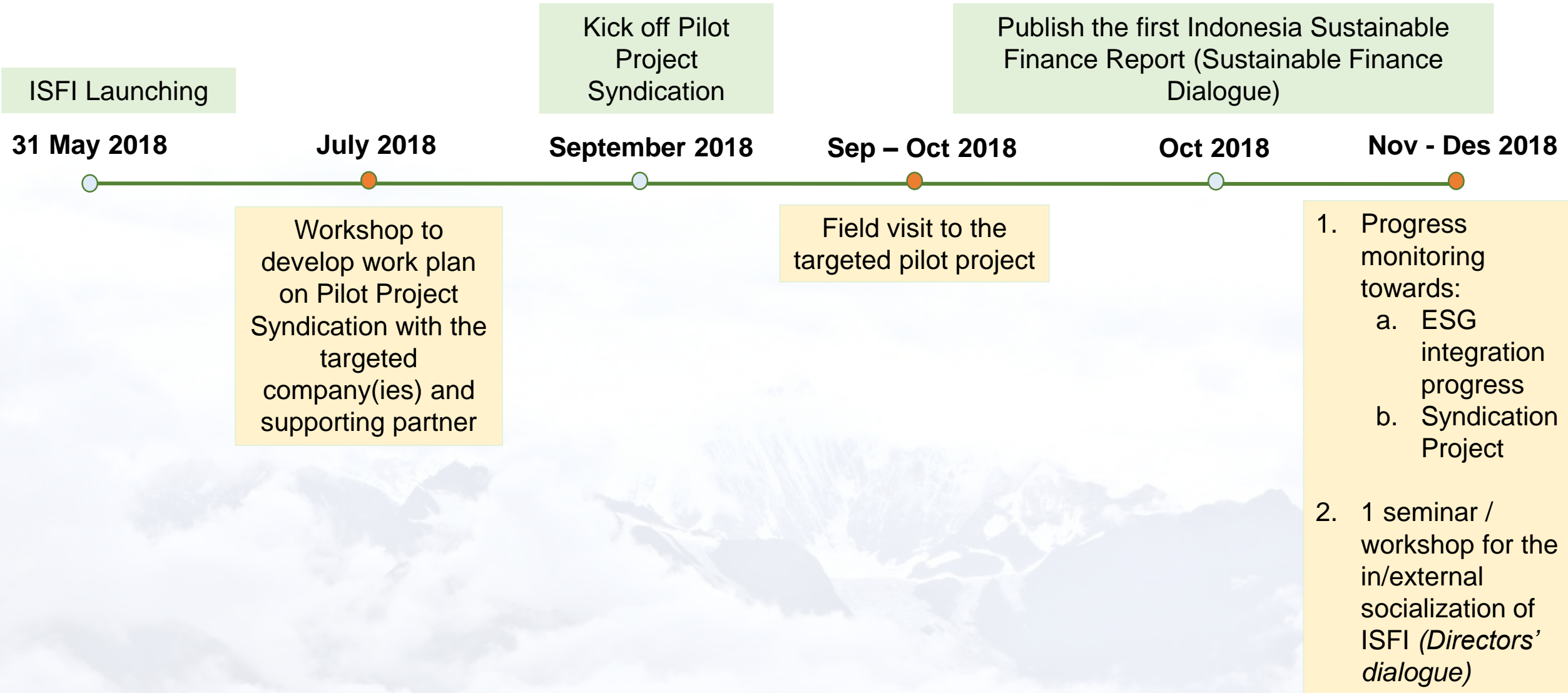
- **Vision and Mission** associated with sustainable finance, including the information disclosure in relation of its contribution to Government's target of climate change and SDGs,
- Develop and establish **sustainable finance policy framework** in corporate level,
- Develop and determine **ESG high risk sector financing policies**,
- ESG functions and responsibilities within the **organizational structure and ESG approval process flow** for transactions/clients,
- Program and planning related to **human resource capacity building** and **development of sustainable finance product and portfolio** (financing, investments/sustainable finance instrument, allocation of CSR funds to support the sustainable finance programs).

REQUIREMENT TO BE ISFI MEMBER

Non-Financial Institution (company, issuer, public company)

- **Public statement** in supporting the ISFI initiative, as well as to support best practices in sustainability to achieve the climate change and SDGs target,
- Develop and determine the **policy of ESG integration best practice** according to the industry categorization,
- Delivering the **roadmap with time-bound commitment** to IKBI Secretariat on **sustainability best practice in accordance with its industry sector**.

First Year Work Plan of ISFI





PT. Bank Artha Graha Internasional, Tbk

PT Bank Artha Graha Internasional, Tbk (BAGI) have its head quarter office in South Jakarta, was officially founded in December 19th 2006. With a vision to be the best bank and the people's choice that inspires awe in stakeholders, the concepts of integrating environmental, social, and governance (ESG) aspects has been employed by Artha Graha, through the programs Artha Graha Peduli, Artha Graha Grup, and Artha Graha Network. In making this a reality, BAGI will put into place and actively participate in implementation of social responsibilities related to environmental concerns.

www.arthagraha.com/

PT. Bank BRI Syariah Tbk

PT Bank BRI Syariah, BRIsyariah for short, is a subsidiary of PT Bank Rakyat Indonesia. BRIsyariah's vision is to be a prominent Modern Retail Bank with a variety of financial services tailored to customer needs with most convenient access, for a more meaningful life. <https://www.brisyariah.co.id/>



Founding Member(s)

PT Bank Central Asia Tbk (BCA)



PT Bank Central Asia, Tbk, is one of the prominent banks in Indonesia to focus in banking and transaction business as well as provide credit facilities for corporate, commercial and SME, and consumer segments. At the end of September 2017, BCA facilitates transaction to 13 million customer accounts through 1,160 branches, 16,783 ATM and hundreds of thousands of EDCs with internet banking and mobile banking services. <https://www.bca.co.id/en>

Bank Mandiri



Founded on October 2nd 1998, Bank Mandiri's vision is "To be the best Bank in ASEAN by 2020." This vision demonstrate itself, for instance, by Bank Mandiri's commitment for sustainable finance, towards which had been formed partnerships with the French Development Agency (AFD) and Asian Development Bank (ADB) in supporting green banking program. Bank Mandiri furthermore operates the Bank Mandiri crediting policy (KPBM), prohibiting financing of business or projects which threaten the environment, and Standard Procedure in Crediting (SPK), that requires potential debtor to turn in Environmental Impact Assessment (EIA) and (PROPER). www.bankmandiri.co.id

Founding Members

Bank Muamalat

Bank Muamalat began operating on the 1st of May 1992 and attained the trust of Indonesia Central Bank to act as Foreign Exchange Bank on October 27, 1994. As of now, Bank Muamalat has been providing service to more than 4 million customer through 457 branch offices across all provinces in Indonesia. To achieve the vision of becoming “The Best Islamic Bank and Top 10 Bank in Indonesia with Strong Regional Presence,” Bank Muamalat is not merely profit-oriented, but always puts forward environmental concerns as consistent with principles of Sharia, as the system that provides foundation to business and operational activities of this pioneer in Sharia banking. www.bankmuamalat.co.id/

Bank BNI

BNI's vision to become a distinguished financial institution in service and performance is shown by, amongst others, commitments to actively participate in the funding of environmentally-friendly projects (Geothermal, Mini-Hydro, and Biogas power plants), including the funding of PKBL (Environment Partnership and Guidance Program) in the field of conservation. In addition to that, BNI is the only bank in Indonesia to have become a member of UNEPFI, to have co-founded of IBCSD (Indonesian Business Council for Sustainable Development) as well as being a part of Indonesia Global Compact Network (IGCSN), which is affiliated with the United Nation Global Compact (UNGC), and also hence supports sustainable construction and development program. As a sustainable business entity, in obtaining profit BNI integrates governance and harmonizes with care of the planet and social aspects. This is in line with one of BNI's mission, “To Raise Awareness and Responsibility over Environmental and Social Aspects. www.bni.co.id/





PT Bank Pembangunan Daerah Jawa Barat dan Banten Tbk

PT Bank Pembangunan Daerah Jawa Barat dan Banten (West Java and Banten Development Bank), Tbk, also known as bank bjb, has the vision to be the mover of the flow of regional economy. As an attempt to support this vision, in 2016 bank bjb employs strategic policy to accelerate the growth of qualified credit flow. That very policy will be realized through the credit expansion plan in the industrial sector, among which is palm oil plantation. www.bankbjb.co.id

PT. Bank Rakyat Indonesia (Persero) Tbk (BRI)

PT Bank Rakyat Indonesia (Persero) Tbk (BRI) is the largest national bank in Indonesia. BRI's vision is to be a prominent commercial bank that always prioritizes customer satisfaction. BRI supports sustainable banking as an expression of commitment to support SDG (Sustainable Development Goals). As the oldest commercial bank in Indonesia, an instance of the implementation of sustainable finance is reflected on one of BRI's policies: the selection of potential debtors done by permits and credibility in relation to the environment. Not only that, BRI continues to develop service in harmony with the needs of the people and taking care to integrate environmental, social, and governance aspects. <http://www.bri.co.id/>



WWF-Indonesia



WWF-Indonesia is an Independent national conservation organization and is a part of WWF global network, WWF work in Indonesia began in 1962 with research on Javan Rhino in Ujung Kulon and currently WWF-Indonesia is actively working in 30 field areas spreading across 17 provinces from Aceh to Papua. WWF-Indonesia is supported by 500 staffs and collaborates with government, local communities, private sector, NGOs, civil society and public in general. From 2006 to 2013, WWF-Indonesia is accountable to its 64.000 Supporters who provide their support through various fundraising program initiated by WWF in Indonesia. Since 2015, WWF-Indonesia has accompanied a pilot project of the Financial Services Authority (OJK), "First Movers on Sustainable Banking" that promotes systematic and inclusive sustainable finance through the integration of environmental, social and governance aspects in banking & financial services practices.

Thank you

