

## **JOINT ANNOUNCEMENT**

### **MINISTRY OF LAW OF AND HUMAN RIGHTS REPUBLIC OF INDONESIA Cq. GENERAL DIRECTORATE OF GENERAL LEGAL ADMINISTRATION AND**

### **COORDINATING MINISTRY OF ECONOMIC AFFAIRS Cq. OSS INSTITUTION**

- a. In relation to the Government policy of providing convenience as to accelerate and improve capital investment and business in Indonesia, the Government is enacting the Online Single Submission (OSS), an electronic system for business licenses of businessmen issued by the OSS institution for and on behalf of the ministry, head of institutions, governor, or regents/mayor.
- b. In relation thereto, it is necessary to make several adjustments, among others, adjusting the Standard Indonesian Business Field Classifications (KBLI) of Limited Liability Companies incorporated by the Ministry of Law and Human Rights with the KBLI used by the Coordinating Ministry of Economic Affairs Cq. OSS Institution.
- c. Presently, there is a difference between the Data of Limited Liability Companies in the Legal Entity Administration System (SABH) and the OSS Institution of the Coordinating Ministry of Economic Affairs as the OSS System uses KBLI 2017 whereas SABH uses the KBLI prior to KBLI 2017, resulting in data inconsistency between the Ministry of Law and Human Rights and the Coordinating Ministry of Economic Affairs in which the Single Business Number (NIB) could therefore not be processed in the OSS System.
- d. The KBLI is a reference of classifications used to classify Indonesia's economic activities in several fields/lines of business differentiated based on the types of economic activities producing output, whether such are goods or even services issued by the Central Bureau of Statistics (BPS).
- e. To resolve this matter, the Ministry of Law and Human Rights Cq. General Directorate of General Legal Administration with the Coordinating Ministry of Economic Affairs, Cq. OSS Institution will process and issue NIBs for Limited Liability Companies whose purpose, objective and business activities have not used KBLI 2017. This is on the condition that such companies are given a 1-year grace period to adjust its purpose, objectives and business activities in accordance with KBLI 2017 through the SABH of Directorate General of General Legal

Administrations following the mechanism regulated in the articles on the Law on Limited Liability Companies. The process of such amendment is done by amending the Company's articles of association which then requires the approval of the Ministry of Law and Human Rights as regulated in Article 21(2) of Law No. 40 of 2007 on Limited Liability Companies.

- f. If the Limited Liability Companies are unable to amend its articles of association within the grace period as required in letter (e) of this document, the company's NIB will be frozen.

Signature

Secretary to the  
Coordinating Ministry of  
Economic Affairs RI

Signature

Substitute General Directorate  
of General Legal  
Administrations Ministry of  
Law and Human Rights RI

Jakarta, October 11, 2018  
OSS Team

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