

BANK INDONESIA REGULATION
NUMBER: 3/23/PBI/2001
CONCERNING
AMENDMENT TO BANK INDONESIA REGULATION NUMBER
3/10/PBI/2001 CONCERNING APPLICATION OF KNOW YOUR
CUSTOMER PRINCIPLES

THE GOVERNOR OF BANK INDONESIA,

- Considering :
- a. whereas for the more effective application of the Bank Indonesia Regulation concerning Know Your Customer Principles, it is deemed necessary to enact improvements to the existing provisions;
 - b. now therefore it is necessary to enact amendments to Bank Indonesia Regulation Number 3/10/PBI/2001 Concerning Application of Know Your Customer Principles;
- In view of :
1. Act Number 7 of 1992 concerning Banking (State Gazette Number 31 of 1992, Supplement to the State Gazette Number 3472) as amended by Act Number 10 of 1998 (State Gazette Number 182 of 1998, Supplement to the State Gazette Number 3790);

2. Act Number 23 of 1999 concerning Bank Indonesia (State Gazette Number 66 of 1999, Supplement to the State Gazette Number 3843);
3. Bank Indonesia Regulation Number 3/10/PBI/2002 concerning Application of Know Your Customer Principles (State Gazette Number 78 of 2001, Supplement to the State Gazette Number 4107);

HAS DECREED:

To enact : THE BANK INDONESIA REGULATION CONCERNING AMENDMENT TO BANK INDONESIA REGULATION NUMBER 3/10/PBI/2001 CONCERNING APPLICATION OF KNOW YOUR CUSTOMER PRINCIPLES.

Article I

1. The title of Chapter V is amended so that it reads as follows:

“CHAPTER V

APPLICATION AND REPORTING”

2. The provisions of Article 13 are amended in their entirety so that they read as follows:

“Article 13

The Application of Know Your Customer Principles by Banks as referred to in Article 2 shall be conducted as follows:

- a. Put together policies and procedures for Application of Know Your Customer Principles set forth in Practical Guidelines for Application of Know Your Customer Principles, referring to Guidelines for Standards concerning Application of Know Your Customer Principles as stipulated in a Circular Letter of Bank Indonesia;
- b. Adopt and deliver Practical Guidelines for Application of Know Your Customer Principles to Bank Indonesia not later than 2 (two) months after the promulgation of this Bank Indonesia regulation;
- c. Any amendment to the Practical Guidelines for Application of Know Your Customer Principles shall be reported to Bank Indonesia not later than 7 (seven) working days after the adoption of such amendment;
- d. Based on the Practical Guidelines for Application of Know Your Customer Principles as referred to in letter b, a Bank shall be required to apply the Know Your Customer policy toward new Customers commencing from the adoption of the guidelines by the Bank.
- e. Apply the Know Your Customer Principles in respect of existing Customers, including the updating of the Customer database, not later than 6 (six) months after the promulgation of this Bank Indonesia Regulation;
- f. Implement a training program for Bank employees on the application of Know Your Customer Principles as referred to in Article 11 letter e not

later than ...

later than 2 (two) months after the promulgation of this Bank Indonesia Regulation;

- g. Put into operation an information system as referred to in Article 9 not later than 6 (six) months after the promulgation of this Bank Indonesia Regulation.”

- 3. The provisions of Article 18 are amended in their entirety so that they read as follows:

“Article 18

(1) Any delay in delivery of guidelines as referred to in Article 13 letter b and letter c and any report as referred to in Article 14 paragraph (1) shall be liable to administrative sanctions as referred to in Article 52 paragraph (2) letter a of Act Number 7 of 1992 concerning Banking as amended by Act Number 10 of 1998, comprising a penalty of Rp 1,000,000 (one million rupiahs) per day of delay to a maximum of Rp 30,000,000 (thirty million rupiahs).

(2) Any violation of the provisions of Article 2, Article 3, Article 4 paragraph (1), paragraph (2), and paragraph (3), Article 6, Article 7, Article 8, Article 9, Article 10, Article 11, Article 12, Article 13 letter a, letter d, letter e, letter f, and letter g, and Article 16 shall be liable to administrative sanctions as referred to in Article 52 paragraph (2) letter b, letter c, letter e, letter f, and/or letter g of Act Number 7 of 1992 concerning Banking as amended by Act Number 10 of 1998.”

- 1. The provisions of Article 19 are repealed.

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Article II

This Bank Indonesia regulation shall come into force on the date of its enactment.

Enacted in Jakarta

December 13, 2001

THE GOVERNOR OF BANK INDONESIA

signed

SYAHRIL SABIRIN

STATE GAZETTE OF THE REPUBLIC OF INDONESIA NUMBER 151 OF 2001

DPNP

ELUCIDATION
TO
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ARTICLE BY ARTICLE

Article I

Number 1

Self-explanatory.

Number 2

Article 13

Letter a

Self-explanatory.

Letter b

Self-explanatory.

Letter c ...

Letter c

Self-explanatory.

Letter d

Self-explanatory.

Letter e

Application of Know Your Customer Principles in respect of existing Customers shall include the requesting and obtaining of Customer documents as referred to in Article 4, Article 5, and Article 6.

Letter f

Self-explanatory.

Letter g

Self-explanatory.

Number 3

Self-explanatory.

Number 4

Self-explanatory.

Article II

Self-explanatory.