

Bank Indonesia Financial Accounting Policies (KAKBI)



Komite Penyusun KAKBI

**STATEMENT OF FINANCIAL ACCOUNTING POLICY
NUMBER 07**

NON-UNIQUE TRANSACTIONS

FOREWORD

The Steering Board of the Bank Indonesia Financial Accounting Policies Preparatory Committee (“KAKBI Committee”) approved and adopted the Statement of Financial Accounting Policy No. 07 (on non-unique transactions) at its meeting on 20 December 2013.

Jakarta, 20 December 2013

KAKBI Committee Steering Board

Rosita Uli Sinaga	Chair
Mubarakah	Deputy Chair
Hendar	Member
Ahmad Hidayat	Member
Sidharta Utama	Member
Slamet Sugiri	Member
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Kusumaningsih Angkawijaya	Member
Dwi Martani	Member

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STATEMENT OF FINANCIAL ACCOUNTING POLICY NUMBER 07**Non-Unique Transactions**

Statement of Financial Accounting Policy (PKAK) 07 consists of paragraphs 1-14. All of the paragraphs in this Statement are equally binding. The paragraphs that are printed in bold type and italics set out the main principles. PKAK 07 must be read in the context of regulation objectives and in conjunction with the Fundamental Principle for the Preparation and Presentation of Bank Indonesia Financial Statements. PKAK 01: Accounting Policies describes the basis for the selection and application of accounting policies when no specific PKAK are available.

INTRODUCTION**Background**

01. Transactions at Bank Indonesia include:

- (a) conventional and unique transactions;
- (b) conventional and non-unique transactions;
- (c) sharia and unique transactions; and
- (d) sharia and non-unique transactions.

02. The accounting treatment for sharia transactions in Bank Indonesia, whether unique or non-unique, is beyond the scope of the Bank Indonesia PKAK. Bank Indonesia management can use the rules set out in PKAK 01 to establish accounting arrangements for Sharia transactions until such time as the Bank Indonesia Financial Accounting Policies Committee issues a specific PKAK governing the transactions.

03. The accounting treatments for conventional and unique transactions in Bank Indonesia are set out in PKAK 01: *Accounting Policies*, PKAK 02: *Presentation of Financial Statements*, PKAK 03: *The Effects of Changes in Foreign Exchange Rates*, PKAK 04: *Gold*, PKAK 05: *Currency in Circulation*, and PKAK 06: *Policy-related Financial Instruments*.

04. Conventional and non-unique transactions in Bank Indonesia are in principle not different from similar transactions in commercial entities. Consequently, the accounting treatment of conventional and non-unique transactions refers to the General Accounting Standards.

Objective

05. The objective of this Statement is to govern conventional and non-unique transactions in Bank Indonesia.

Scope

06. This Statement governs the accounting treatment for conventional and non-unique transaction in Bank Indonesia.

07. This Statement does not apply to the accounting treatment for conventional and non-unique transactions that are governed by PKAK 01: Accounting Policies, PKAK 02: Presentation of Financial Statements, PKAK 03: The Effects of Changes in Foreign Exchange Rates, PKAK 04: Gold, PKAK 05: Currency in Circulation, and PKAK 06: Policy-related Financial Instruments, except for matters that are excluded by the said PKAK.

08. This Statement does not apply to the accounting treatment for Sharia transactions.

Definitions

09. The following terms are used in this Statement:

Statement of Financial Accounting Policies (PKAK) is regulation of financial accounting policies, including recognition, measurement, presentation and disclosure for each class of financial transactions and events that affect the financial condition of Bank Indonesia.

Fundamental Principles for the Preparation and Presentation of Bank Indonesia Financial Statements (PDP2LK) is a conceptual framework for determining, among other things, the objectives, elements, qualitative characteristics, basic concepts, assumptions, and limitations in the preparation and presentation of Bank Indonesia financial statements, including guidelines for the adoption of generally applicable financial accounting standards.

General Accounting Standards (GAS) are statements and interpretations issued by the Indonesian Institute of Accountants' Financial Accounting Standards Board.

1 ***Sharia transaction is a transaction conducted by Bank Indonesia in***
 2 ***compliance with sharia principles.***

3
 4 ***Conventional transaction is a transaction that does not meet the***
 5 ***definition of a Sharia transaction.***

6
 7 ***Unique transaction is:***

- 8 ***i. a type of transaction that is only found in Bank Indonesia as the***
 9 ***central bank; or***
 10 ***ii. a type of transaction that is also conducted by other entities, but***
 11 ***which are conducted by Bank Indonesia with different objectives.***

12
 13 **REGULATION**

14
 15 ***10. All Bank Indonesia conventional and non-unique***
 16 ***transactions shall refer to the GAS, unless otherwise stipulated in this***
 17 ***Statement. The arrangements in the GAS are not intended to apply to***
 18 ***elements that are not material.***

19
 20 ***11. If the GAS govern matters that are also specifically***
 21 ***regulated by PKAK 02: Presentation of Financial Statements, the***
 22 ***accounting arrangement used are those set out in PKAK 02:***
 23 ***Presentation of Financial Statements.***

24
 25 12. The following are some examples of the application of paragraph 11
 26 of this Statement:

- 27 i. The contents of interim financial statements prepared in accordance
 28 with the GAS on interim financial statements shall refer to the
 29 components of complete financial statements in accordance PKAK 02;
 30 ii. All of the rules on the statement of income under the GAS shall be
 31 applied to the Bank Indonesia financial statements in accordance with
 32 the arrangement on the statement of surplus deficit as set out in PKAK
 33 02;
 34 iii. Rules related to other comprehensive income, for example, rules on
 35 income arising from actuarial gains or losses in the GAS on employee
 36 compensation or revaluation surplus on the GAS on fixed assets, are
 37 presented in Bank Indonesia financial statements as revaluation
 38 reserves in accordance with PKAK 02: *Presentation of Financial*
 39 *Statements.*

1 **TRANSITIONAL PROVISIONS**

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3 13. This Statement shall apply prospectively. This Statement applies to
4 all outstanding balances arising from Bank Indonesia conventional and non-
5 unique transactions as per the effective date.

6

7 **EFFECTIVE DATE**

8

9 14. This Statement shall be effective counting from such date as may
10 be stipulated by Bank Indonesia Board of Governors' Regulation.

Bank Indonesia Financial Accounting Policies Committee

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