**Frequently Asked Questions (FAQs)**


**Q. What are the main changes of provisions contained in this Circular Letter compared to the previous provisions?**

A. Compared to the previous provisions, this Circular Letter contains main changes of Repurchase Agreement transactions with Bank Indonesia as follows.

- The Securities tradable under Repo are SBI and all types of SUN under sell and buy back principle.
- The limit of Securities under Repo is extended from 50% to 100%.
- The Repo window time is 4.00 p.m. – 5.00 p.m. (western Indonesia standard time).
- The interest payment method changes from discount system to simple interest payment system.
- A Hair Cut is applied on price of each type of Securities under Repo. The Hair Cut rate shall be announced through the BI-SSSS and/or LHBU Systems.

**Q. May Banks trade SUN in the form of Treasury Bill (SPN), Treasury Bond (ON), Retail Treasury Bond (ORI), and/or Zero Coupon Bond (ZCB) under Repo to Bank Indonesia?**

A. Yes. All of those securities may be traded under Repo to Bank Indonesia under requirements as follows.

- Such Securities shall be held by the concerned Bank and registered in Trading Account with the BI-SSSS, and
- Such Securities shall hold a remaining maturity of at least 2 working days for SBI and SPN or at least 10 working days for ON including ORI and ZCB as of Repo transaction maturity date.

**Q. How much is the maximum nominal value of Securities tradable under Repo in one day?**

A. The maximum amount of Securities tradable under Repo by a Bank in one day shall be the nominal value of Securities held by the Bank on 1 (one) working day prior to the Repo transaction date.

**Q. Where ...**
Q. Where may Banks obtain more comprehensive information concerning Repo transactions with Bank Indonesia?
A. Further information concerning Repo transactions may be obtained through the OMO Help Desk, telephone 021-3818350, email: helpdesk_opt@bi.go.id

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