



PRESIDENT
OF THE REPUBLIC OF INDONESIA

LAW OF THE REPUBLIC OF INDONESIA

NUMBER 4 YEAR 2012

ON

AMENDMENT OF THE LAW NUMBER 22 YEAR 2011 ON THE STATE REVENUE
AND EXPENDITURE BUDGET OF THE BUDGET YEAR 2012

BY THE GRACE OF THE GOD ALMIGHTY

PRESIDENT OF THE REPUBLIC OF INDONESIA,

- Consider
- a. that the State Revenue and Expenditure Budget (APBN) of the Budget Year 2012 is prepared to be accord with the need of the state administration and the capability in collecting the state revenue for the purpose of realizing the national economy of which is on the basis of economic democracy with the principle of togetherness, fairness, efficiency, continuity, environmentally sound, and independent to realize the Indonesia of which is safe and peaceful, fair and democratic, to increase the welfare of the people as well to maintain the balance of the advancement and the unity of national economy;
 - b. that since Law Number 22 Year 2011 on the State Budget Revenue and Expenditure of the Budget Year 2012 has been promulgated, various progress and fundamental changes of which significantly impacts to the several economic indicators that effects the principals of fiscal policy and the implementation of the State Budget Revenue and Expenditure [APBN] of the Budget Year 2012 has been occurred and along with the basic assumption of macroeconomics of which is accompanied by the change of fiscal policy so that requires the change on the State Budget Revenue and Expenditure [APBN] of the Budget Year 2012;
 - c. that for the purpose of securing the implementation of the State Budget Revenue and Expenditure [APBN] of the Budget Year 2012, it shall be immediately performed the adjustment on various targets of the state revenue, expenditure, and budget deficit, as well the need and the sources of the budget finance in order to be more realistic and be able to support the achievement of the targets of economic development 2012 and the medium term, for the purpose of supporting the national economic activity in stimulating the growth, creating and broadening the employment opportunity as well increasing the quality of the service to the community and decreasing the poverty, while keep maintaining the national stability in accordance with the national development program;
 - d. that the session of the draft of Law on the Amendment of the Law Number 22 Year 2011 on the State Budget Revenue and Expenditure [APBN] of the Budget Year 2012 is held by the House of Representatives [DPR] along with



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 2 -

the Government with due regard to the consideration of the House of Regional Representative [DPD] as stated in the Decree of the House of Regional Representative Number 31/DPDRI/III/201-2012 dated 15th March 2012;

- e. that based on the consideration as set forth in point a, point b, point c, and point d it is necessary to enact Law Number 22 Year 2011 on the Amendment of the Law Number 10 Year 2010 on the State Budget Revenue and Expenditure [APBN] of the Budget Year 2012.

- In the view of
1. Article 5 section (1), Article 20 section (2) and section (4), Article 23 section (1) and section (2), Article 31 section (4), and Article 33 section (1), section (2), section (3), and section (4) of the Constitution of the State of the Republic of Indonesia Year 1945;
 2. Law Number 17 Year 2003 on the State Finance (State Gazette of the Republic of Indonesia Year 2003 Number 47, Supplement of the State Gazette of the Republic of Indonesia Number 4286);
 3. Law Number 27 Year 2009 on the People's Consultative Assembly, House of Representatives, House of Regional Representative; Local House of Representatives (State Gazette of the Republic of Indonesia Year 2009 Number 123, Supplement of the State Gazette of the Republic of Indonesia Number 5043);
 4. Law Number 22 Year 2011 on the State Budget Revenue and Expenditure [APBN] of the Budget Year 2012 (State Gazette of the Republic of Indonesia Year 2010 Number 113, Supplement of the State Gazette of the Republic of Indonesia Number 5254).

With the joint approval of
THE HOUSE OF REPRESENTATIVES OF THE REPUBLIC OF INDONESIA
and
THE PRESIDENT OF THE REPUBLIC OF INDONESIA

BE IT HEREBY RESOLVED:

To enact : LAW OF THE REPUBLIC OF INDONESIA NUMBER 22 YEAR 2012 ON THE AMENDMENT OF THE STATE BUDGET REVENUE AND EXPENDITURE OF THE BUDGET YEAR 2012

Article I

Various provisions in the Law Number 22 Year 2011 on the State Budget Revenue and Expenditure of the Budget Year 2012 (State Gazette of the Republic of Indonesia Year 2011 Number 113 Supplement of the State Gazette of the Republic of Indonesia Number 5254) shall be amended as follow:



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 3 -

1. Provision number 16, number 21, and number 23 of Article 1 shall be changed, number 17 shall be omitted, consequently Article 1 shall be as follow:

Article 1

1. State Budget Revenue and Expenditure, hereinafter abbreviated to APBN, shall be the annual financial planning of the state administration of which is approved by the House of Representatives.
2. State revenue and grant means overall revenues of the state that sources from the revenue of taxation, non-tax state revenue, as well the revenue of grant either from the domestic grants or international grants.
3. Revenue of taxation means all state revenues of which consist of domestic and international commerce taxes.
4. Domestic tax means all state revenues of which come from income tax, value added tax of service and goods, sales tax on luxury goods, property tax, excise, and other taxes.
5. International commerce tax means all state revenues of which come from export and import duty.
6. Non-tax state revenue hereinafter abbreviated to PNBPN, means all revenue of the central government of which are acquired from the natural resources, portion of the government from the profit of stat owned enterprise [BUMN], other non-tax state revenue, as well the revenue from the public service entities [BLU].
7. Revenue of grant means all revenues of the state of which in the form of foreign exchange and/ or foreign exchange of which has been changed into Rupiah, Rupiah, or in the form of goods, services, bonds of which are acquired from the grantor of which should not paid back and of which is not binding, either from the domestic or abroad.
8. State expenditure means all spending of the state to be used for the purpose of financing the expenditure of the Central Government and transferring to local government.
9. Central Government expenditure based on the organization means the expenditure of the Central Government of which is allocated to the state ministries or institutions [K/L] and Budget Part of the State General Treasurer.
10. Budget Part of the State General Treasurer, hereinafter abbreviated to BABUN, means group of budget of which is managed by the Finance Minister as the fiscal manager.
11. Central Government expenditure based on the function means the expenditures of the Central Government of which are used to execute the function of public service, function of defense, function of security and function of public order, function of economy, function of environment, function of housing, function of tourism and culture, function of religion, function of education, and function of social protection.
12. Central Government expenditure based on the type means the expenditures of the Central Government of which are used to finance of personnel expenditure, goods expenditure, capital expenditure, payment of loan interest, subsidy, expenditure of grants, social assistance, and miscellaneous expenditures.
13. Transfer to the local government means the part of the state expenditure for the purpose of financing the implementation of fiscal decentralization in the form of balancing fund, special autonomy fund, adjustment fund.
14. Balancing fund means the fund of which originates from the revenue of APBN of which is allocated to local government to finance local government



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 4 -

- necessities for the purpose the implementation of decentralization of which consists of revenue-sharing fund, general allocation fund, and special allocation fund as set forth in the Law Number 33 Year 2004 on the Financial Balance between the Central Government and the Local Government.
15. Revenue-sharing fund hereinafter shall be abbreviated to DBH, shall be the fund of which originates from the revenue of APBN of which allocated to the local government based on certain percentage number to finance the local government necessities for the purpose of the implementation of decentralization as set forth in the Law Number 33 Year 2004 on the Financial Balance between the Central Government and the Local Government.
 16. General allocation fund hereinafter shall be abbreviated to DAU, shall be the fund of which originates from the revenue of APBN of which is allocated to the local government for the purpose of the financial capability equalization inter-local governments to finance the need of local government for the purpose of the implementation of decentralization, as set forth in the Law Number 33 Year 2004 on the Financial Balance between the Central Government and the Local Government.
 17. Omitted.
 18. Special allocation fund, hereinafter shall be abbreviated to DAK, shall be the fund of which originated from the revenue of APBN of which is allocated to certain local government with the purpose of financing particular activity of which is the local government's affair and in accordance with the national priority, as set forth in the Law Number 33 Year 2004 on the Financial Balance between the Central Government and the Local Government.
 19. Special autonomy fund means the fund of which is allocated to finance the implementation of special autonomy of a certain local government, as set forth in the Law Number 35 Year 2008 on the Stipulation of the Government Regulation In Lieu of Law Number 1 Year 2008 on the Amendment of the Law Number 21 Year 2001 on the Special Autonomy for the Province of Papua to be the Law and Law Number 11 Year 2006 on The Administration of Aceh.
 20. Adjustment fund means the fund of which is allocated to assist local government for the purpose of implementing the certain government and DPR policy in accordance with the provision of law and regulation, which consists of local intensive funds, Additional Funds for the Teacher Revenue of the Local Civil Service [PNSD], forwarded funds from the Ministry of National Education to Local Government, which consists of Teacher's Professional Allowance and School Operational Assistance [BOS].
 21. School Operational Assistance Funds, hereinafter shall be abbreviated to BOS, shall be the fund of which is particularly used for the non-personnel cost for the primary education unit as the implementation of compulsory education program and it might be possible to finance various other activities in accordance with the technical guidance of the Minister of National Education.
 22. Budget deficit finance means all type of payment revenues of which are used for the purpose of covering the deficit of state budget in the APBN and the need of finance expenditure.
 23. Domestic finance means all payment revenues of which originate from the domestic banking and non-banking of which consist of the installment revenue of loan forwarding return, state's general treasury account for the finance of the Government investment credit, over budget balance, reserve



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 5 -

- account for the reforestation funds, asset management outcomes, net issuance of the government bonds, domestic loan, reduced by finance expenditure of which consists of account for forest development, Government investment funds, state equity, revolving funds, national education development fund, and liabilities arising from the government underwriting.
24. Remaining leftover budget financing, hereinafter shall be abbreviated to SILPA, shall be the leftover excess of the finance realization on the occurred budget deficit realization.
 25. Excess budget balance, hereinafter shall be abbreviated to SAL, and shall be the accumulation of the remaining leftover budget finance of the previous budget year and the concerned budget year has been closed, added / reduced by the account correction.
 26. Government securities hereinafter shall be abbreviated to SBN, consisting of government securities and government sharia securities.
 27. Sovereign Debt, hereinafter shall be abbreviated to SUN, shall be securities in the form of promissory note in the currency of Rupiah or foreign currencies that guaranteed payment of interest and principal by the State of the Republic of Indonesia according expiration as set forth in Law Number 24 Year 2002 on the Government Securities.
 28. Government sharia securities shall be abbreviated to SBSN or also called as *state sukuk*, shall be the government securities of which is issued on the basis of sharia principles as part of the investment asset of SBSN, either in the currency of Rupiah or in foreign currency, as set forth in Law Number 19 Year 2008 on the Government Sharia Securities.
 29. Government Assistance of which have not been determined its status, hereinafter shall be abbreviated to BPYBDS, shall be the government assistance in the form of State Owned Goods of which originates from APBN, of which have been operated and/ or used by the BUMN under Minute of Handover and up to now it is registered in the financial report of the state ministry/ Institution [K/L] or on the BUMN.
 30. Government investment fund means the government's support in the form of financial compensation and/ or other compensation of which is given by the Government to the BLU and the business entity.
 31. State equity hereinafter shall be abbreviated to PMN, shall be the separation of the state treasury from the APBN or the establishment of company reserve or other resources to be applied as the capital of BUMN and/ or other limited liability company and managed as corporation, including the equity to the international financial organization/ institution.
 32. Revolving fund shall be the fund of which is managed by the BLU to be loaned and revolved to the community for the purpose of increasing people's economy and other purposes.
 33. National education development fund means educational budget of which is allocated to establish the *endowment* funds whose objective is for ensuring the continuity of educational program for the next generation as the inter-generation accountability whose management applies revolving fund and educational reserve fund to anticipate the need of rehabilitation of educational facility of which is damaging due to natural disaster of which shall be implemented by the educational fund manager of BLU.
 34. Domestic loan means each loan of the government that obtained from the domestic lender of which should be paid back under certain conditions according to expiration.



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 6 -

35. Underwriting obligation means the obligation of which is potentially to be the burden of the government due to the provision of guarantee to the BUMN and/ or Local Government Owned Enterprise [BUMD] in the event that such BUMN and/ or BUMD are not capable to settle its liability to the creditor.
 36. Net Foreign Finance means all finance of which originate from the withdrawal of foreign loans of which consists of program loan and project loan, reduced by forwarding loan and the payment of principal installment of the foreign loan.
 37. Program loan means the loan of which is received in cash in which its disbursement requires the fulfillment of certain condition of which is agreed by both parties as policy matrix and the implementation of certain activity.
 38. Project loan means foreign loan of which is utilized to finance certain activity of the state ministry/ institution, including the forwarding loan and or forwarding grant to the local government and/ or BUMN.
 39. Forwarding loan means foreign or domestic loan of which is received by the Central Government of which is forwarded as loan to the local government or BUMN that should be paid back under certain terms and conditions.
 40. Education Budget means the budget allocation on the function of education of which is budgeted through state ministry/ institution, educational budget allocation through transfer to the local government, and educational budget allocation through the finance expenditure, including teacher's salary, excluding to non-college official budget, to finance the education affairs of which to be the responsibility of the Government.
 41. Percentage of education budget means the comparison of the allocation of educational budget to the total state budget.
 42. Budget Year 2012 means the period 1 (one) year commencing from the 1st January 2011 until 31st December 2011.
2. Provision section (2), section (3), section (4), and section (5) of the Article 2 shall be changed, consequently Article 2 shall be as follow:

Article 2

- (1) State budget revenue and grant of the Budget Year 2011 shall be obtained from the sources as follow:
 - a. taxation revenue;
 - b. non-tax state revenue; and
 - c. revenue of grant.
- (2) Taxation revenue as set forth in section (1) point a above shall be estimated at Rp1.016.237.341.511.000, 00 (one quadrillion sixteen trillion two hundred thirty-seven billion three hundred forty-one million five hundred and eleven thousand rupiahs).
- (3) Non-tax state revenue as set forth in section (1) point b above shall be estimated at Rp341.162.610.103.000,00 (three hundred forty-one trillion one hundred sixty-two billion six hundred ten million one hundred and three thousand rupiahs).
- (4) Revenue of grant as set forth in section (1) point c above shall be estimated at Rp825.091.586.000, 00 (eight hundred twenty-five billion ninety-one million five and hundred eighty-six thousand rupiahs).
- (5) Sum of the State budget revenue and grant of the Budget Year 2012 as set forth in section (2), section (3), section (4) shall be estimated at Rp1.358.025.043.200.000, 00 (one quadrillion three hundred fifty-eight



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 7 -

trillion twenty-five billion forty-three million and two hundred thousand rupiahs).

3. Provision section (2), section (3) of Article 3 shall be changed, section (4) shall be still exist, explanation of section (4) shall be changed, consequently Article 3 shall be as follow:

Article 3

- (1) Taxation revenue as set forth in Article 2 section (2) above consists of:
- a. domestic tax; and
 - b. international commerce tax.
- (2) Domestic tax as set forth in section (1) point a above shall be estimated at Rp968.293.241.511.000, 00 (nine hundred sixty-eight trillion two hundred ninety-three billion two hundred forty-one million five hundred and eleven thousand rupiahs) of which consists of:
- a. income tax as much as Rp513.650.160.000.000, 00 (five hundred thirteen billion six hundred fifty million one hundred and sixty million rupiahs), including the third party whose income tax is borne by the government (PPh DTP) such as:
 1. geothermal commodities as much as Rp815.400.000.000, 00 (eight hundred fifteen billion and four hundred million rupiahs); and
 2. interest, yields, revenue of the third party on the service provided to the Government in the issuing of the government securities in the international market, but excluded service of the local legal consultant, as much as Rp2.847.960.000.000, 00 (two trillion eight hundred forty-seven nine hundred and sixty million rupiahs)
- of which in the implementation, such PPh DTP shall be set with the regulation of Finance Minister.
- b. value added tax of goods and services and the selling tax of luxury goods as much as Rp336.056.979.511.000, 00 (three hundred thirty-six trillion fifty-six billion nine hundred seventy-nine million five hundred and eleven thousand rupiahs).
 - c. property tax as much as Rp29.687.507.000.000, 00 (twenty-nine trillion six hundred eighty-seven billion five hundred and seven million rupiahs).
 - d. excise as much as Rp83.266.625.000.000, 00 (eighty-three trillion two hundred sixty-six billion six hundred and twenty-five million Rupiahs).
 - e. Other tax as much as Rp5.631.970.000.000, 00 (five trillion six hundred thirty-one billion nine hundred and seventy million rupiahs).
- (3) Revenue of the international commerce tax as set forth in section (1) point b shall be estimated at Rp47.994.100.000.000, 00 (forty-seven trillion nine hundred ninety-four billion and one hundred million rupiahs) of which consists of:
- a. import duty as much as Rp24.737.900.000.000, 00 (twenty-four trillion seven hundred thirty-seven billion and nine hundred million rupiahs), including the borne-by-the-government import facility [BM DTP] as much as Rp600.000.000.000, 00 (six hundred billion rupiahs), whose implementation shall be set with the Regulation of Finance Minister; and
 - b. export duty as much as Rp23.206.200.000.000, 00 (twenty-three trillion two hundred six billion and two hundred million rupiahs).



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 8 -

- (4) Detailed taxation revenue of the Budget Year 2012 as set forth in section (2) and section (3) above shall be as mentioned in the explanation of this section.
4. Provision section (2), section (4), section (7), and section (8) of Article 4 shall be changed, section (9) shall be still exist, and explanation of section (9) shall be changed, consequently Article 4 shall be as follow:

Article 4

- (1) Non-tax state revenue as set forth in Article 2 section (3) consists of:
- revenue from the natural resources;
 - government's portion on the BUMN's profit;
 - other non-tax state revenues; and
 - the revenue of BLU.
- (2) Revenue from the natural resources as set forth in section (1) point a above shall be estimated at Rp217.158.876.693.000, 00 (two trillion one hundred fifty-eight billion eight hundred seventy-six million six hundred and ninety-three thousand rupiahs) of which consists of:
- natural resources revenue of oil and natural gas [SDA migas] as much as Rp198.311.060.000.000, 00 (one hundred ninety-eight trillion three hundred eleven billion and sixty million rupiahs); and
 - natural resources revenue of non-oil and natural gas [SDA Non-migas] as much as Rp18.847.816.693.000, 00 (eighteen trillion eight hundred seventy-seven billion eight hundred sixteen million six hundred and ninety-three thousand rupiahs)
- (3) The fund of which is planned for the recovery activity for oil location of which is left by the Partnership Contractors [KKS] should be placed in the national banking.
- (4) Portion of the Government on the profit of BUMN as set forth in section (1) point b above shall be estimated at Rp30.776.336.250.000, 00 (thirty trillion seven hundred seventy-six billion three hundred thirty-six million two hundred and fifty thousand rupiahs).
- (5) For the purpose of optimizing the Government portion on the profit of BUMN in the business field of banking, the settlement of problematic account receivable on the BUMN in the field business of banking shall be settled:
- in accordance with the provision of the law on Limited Liability Company (PT), BUMN, and Banking; and
 - through considering the principle of good governance company.
- (6) The revenue from the Government portion from the profit of BUMN as set forth in section (4) above includes the Government portion from the profit of PT. PLN [Persero] on the accounting year 2011 as result the provision of business margin as much as 8% (eight per cent) to PT. PLN [Persero].
- (7) Other non-tax revenue as set forth in section (1) point c shall be estimated at Rp72.799.374.473.000, 00 (seventy-two trillion seven hundred ninety-nine billion three hundred and seventy-three million rupiahs).
- (8) The revenue of BLU as set forth in section (1) point d above shall be estimated at Rp20.408.022.687.000, 00 (twenty trillion four hundred eight billion twenty-two million six hundred eighty-seven thousand rupiahs).
- (9) Detail non-tax state revenue of the Budget Year 2012 as set forth in section (2), section (4), section (7), and section (8) shall be as the explanation of this section.



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 9 -

5. Provision section (2), section (3), and section (4) of Article 5 shall be changed, consequently Article 5 shall be as follow:

Article 5

- (1) State expenditure budget of the Budget Year 2012 consists of:
 - a. expenditure of the central government;
 - b. budget of transfer to the local government.
 - (2) Expenditure budget of the Central Government as set forth in section (1) point a above shall be estimated at Rp1.069.534.444.947.000, 00 (one quadrillion sixty-nine trillion five hundred thirty-four billion four hundred forty-four million nine hundred and forty-seven thousand rupiahs).
 - (3) Transfer of budget to the local government as set forth in section (1) point b above shall be estimated at Rp478.775.933.233.000, 00 (four hundred seventy-eight trillion seven hundred seventy-five billion nine hundred thirty-three million two hundred and thirty-three thousand rupiahs).
 - (4) The sum of State Expenditure of the Budget Year 2012 as set forth in section (2) and section (3) estimated at Rp1.548.310.378.180.000, 00 (one quadrillion five hundred forty-eight trillion three hundred ten billion three hundred seventy-eight million one hundred and eighty thousand rupiahs).
6. Between Article 6 and Article 7 shall be inserted 1 (one) Article, namely Article 6A, consequently Article 6A shall be as follow:

Article 6A

- (1) Subsidy energy shall be stipulated as much as Rp225.353.245.300.000, 00 (two hundred twenty-five trillion three hundred fifty-three billion two hundred forty-five million and three hundred thousand rupiahs).
 - (2) Subsidy energy as set forth in section (1) above consists of:
 - a. subsidy on the certain type of Oil Fuel [BBM] and 3 (three) kilograms *liquefied petroleum gas* (LPG) tube;
 - b. electricity subsidy; and
 - c. reserve of energy risks.
7. Provision section (1), and section (4) of Article 7 shall be changed, section (2), section (3), and section (5) shall be changed, between section (1) and section (3) shall be inserted 1 (one) section, namely section (1a), and between section (6) and section (7) shall be inserted 1 (one) section, namely section (6a), consequently Article 7 shall be as follow:

Article 7

- (1) Subsidy on the certain type of Oil Fuel [BBM] and 3 (three) kilograms *liquefied petroleum gas* (LPG) tube of the Budget Year 2012 shall be estimated at Rp137.397.845.300.000, 00 (one hundred thirty-seven trillion three hundred ninety-seven billion eight hundred forty-five million and three hundred thousand rupiahs), with the volume of certain type of oil fuel as much as 40.000.000 KL (forty million kilo liters).
- (1a) Subsidy on the certain type of Oil Fuel [BBM] and 3 (three) kilograms *liquefied petroleum gas* (LPG) tube as set forth in section (1) above, has been included the deficiency payment of certain type of Oil Fuel subsidy and 3 (three) kilograms *liquefied petroleum gas* (LPG) tube of the Budget Year 2010 (audited) as much as Rp706.900.000.000, 00 (seven hundred six billion and



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 10 -

nine hundred million rupiahs), and it is estimated that the deficiency payment of subsidy of the Budget Year 2012 as much as Rp3.500.000.000.000, 00 (three trillion and five billion rupiahs), as well the subsidy for liquefied gas for vehicle (LGV) as much as Rp54.000.000.000, 00 (fifty-four billion rupiahs)

(2) Omitted.

(3) Omitted

(4) The control on the budget subsidy of certain type of oil fuel (BBM) and 3 (three) kilograms *liquefied petroleum gas* (LPG) tube in the Budget Year 2012 shall be implemented through allocating the subsidized oil fuel to the right target and the policy control consumption of subsidized oil fuel gradually.

(5) Omitted.

(6) Retail price of subsidized Oil Fuel shall not be raised.

(6a) Retail price of subsidized Oil Fuel shall not be raised, except in the event that the average rate of Indonesian Crude Oil/ ICP within the current period raises or decreases more than 15% (fifteen percent) from the assumed ICP price in the Amendment State Revenue and Expenditure Budget of the Budget Year 2012, the Government shall be authorized to perform the price adjustment of the subsidized Oil Fuel and the supported policies.

(7) Subsidy of certain type of Oil Fuel and 3 (three) kilograms *liquefied petroleum gas* (LPG) tube as set forth in section (1) has been included Value Added Tax (PPn) in accordance with the provision of the law and regulation.

8. The provision of section (1) and section (2) of the Article 8 shall be changed, consequently Article 8 shall be as follow:

Article 8

(1) Electricity subsidy in the Budget Year 2012 shall be estimated at Rp64.973.400.000.000, 00 (sixty-four trillion nine hundred seventy-three billion and four hundred million rupiahs).

(2) Electricity subsidy as set forth in section (1) above have been included the deficiency payment of the electricity subsidy of the Budget Year 2010 (audited) as much as Rp4.506.800.000.000, 00 (four trillion five hundred six billion and eight hundred million rupiahs).

(3) The provision of margin for PT.PLN (Persero) for the purpose of fulfilling the requirement of the requirement of investment finance of PT.PLN (Persero) shall be stipulated as much as 7% of the 2012.

9. Between Article 8 and Article 9 shall be inserted 1 (one) Article, namely Article 8A, therefore it read as follow:

Article 8A

(1) Reserve of energy risk shall be stipulated as much as Rp23.000.000.000.000, 00 (twenty-three trillion rupiahs).

(2) Reserve of energy risk as set forth in section (1) above could be utilized in the event that the subsidy of certain type of Oil Fuel and 3 (three) kilograms *liquefied petroleum gas* (LPG) tube and/ or electricity subsidy is insufficient until the end of the Budget Year 2012.

10. Provision of Article 9 shall be changed, consequently Article 9 shall be as follow:



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 11 -

Article 9

Food subsidy in the Budget Year 2012 shall be estimated at Rp13.958.590.000.000, 00 (thirteen trillion five hundred ninety billion five hundred and ninety million rupiahs).

11. Provision section (1) of Article 10 shall be changed, consequently Article 10 shall be as follow:

Article 10

- (1) Fertilizer subsidy in the Budget Year 2012 shall be estimated at Rp13.958.590.000.000, 00 (thirteen trillion nine hundred fifty-eight billion five hundred and ninety million rupiahs).
 - (2) The government prioritizes the sufficiently supply of gas, which is required by the domestic fertilizer manufacturer companies for the purpose of maintaining the food security, while keeping to optimize the state revenue from the selling of gas.
 - (3) For the purpose of reducing the burden of agricultural subsidy, particularly for the fertilizer in the future, the Government assures price of the gas shall be in domestic price for fulfilling the need of domestic fertilizer manufacturer companies.
 - (4) The local government shall be given the authority to control the distribution of subsidized fertilizer through the mechanism of Definitive Plan of the Group Need (RDKK).
12. Provision of the Article 11 shall be changed, consequently Article 11 shall be as follow:

Article 11

Seed subsidy in the Budget Year 2012 shall be estimated at Rp129.500.000.000, 00 (one hundred twenty-nine billion and five hundred million rupiahs).

13. Provision of the Article 12 shall be changed, consequently Article 12 shall be as follow:

Article 12

Subsidy in the context of Public Service Obligation (PSO) in the Budget Year 2012 shall be estimated at Rp2.151.393.429.000, 00 (two trillion one hundred fifty-one billion three hundred ninety-three million four hundred and twenty-nine thousand rupiahs).

14. Provision of the Article 13 shall be changed, consequently Article 13 shall be as follow:

Article 13

Subsidy of the program credit interest in the Budget Year 2012 shall be estimated at Rp1.293.930.133.000, 00 (one trillion two hundred ninety-three billion nine hundred thirty million one hundred and thirty-three thousand rupiahs)



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 12 -

15. Provision of the Article 14 shall be changed, consequently Article 15 shall be read as follow:

Article 14

Borne-by-the-Government-Tax Subsidy (DTP) in the Budget Year 2012 shall be estimated at Rp4.263.360.000.000, 00 (four trillion two hundred sixty-three three hundred sixty-three billion three hundred sixty million rupiahs).

16. Provision of Article 15 shall be changed, consequently Article 15 shall be read as follow:

Article 15

- (1) Expenditure of energy subsidy as set forth in Article 6A could be adjusted to the need of realization of the current budget year in the event that the deviation of macroeconomics assumption realization and the changes of subsidy parameter are occurred, to be based on the state finance capability.
 - (2) The payment of energy subsidy realization as set forth in section (2) above could be originated from the estimation:
 - a. additional revenue, particularly of which comes from natural resources of petroleum and natural gas (SDA Migas);
 - b. deducting the expenditure; and/ or
 - c. the reserve of energy risk as much as Rp23.000.000.000.000, 00 (twenty-three trillion rupiahs).
17. Between Article 15 and Article 16 shall be inserted 2 (two) sections, namely Article 15A and Article 15B, as result they shall be read as follow:

Article 15A

For the purpose of easing burden of the low income community in fulfilling their basic need and for the purpose of avoiding the lowering welfare standard of the low income community due to the price volatility, it shall be allocated the community direct temporary assistance sum of Rp17.088.400.000.000, 00 (seventeen trillion eighty-eight billion and four hundred million rupiahs), including budget for the safeguarding implementation.

Article 15B

For the purpose of providing the rural area infrastructures of which meet the need of the community, reliable, durable and environmentally sound, increasing the capability of rural community in the implementation of rural infrastructures, increasing job opportunity for the rural community, increasing the capability of local government apparatus in facilitating the community to implement the development in the rural area, it shall be allocated the assistance fund for rural area infrastructure sum of Rp7.883.300.000.000, 00 (seven trillion eight hundred eighty-three billion and three million rupiahs), including budget for the safeguarding implementation.

18. Provision of Article 18 shall be changed, as result it shall read as follow:

Article 18

For the purpose of smoothing the countermeasures of Sidoarjo Mud, fund allocation for the Sidoarjo Mud Mitigation Agency [BPLS] of the Budget Year 2012, could be utilized for:



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 13 -

- a. settling the deficiency payment of land and building purchase beyond the affected area in 3 villages (village of Besuki, village of Kedungcangkring, and village of Pejarakan);
- b. home rental assistance, life allowance, evacuation cost, relocation and settlement of land and building purchase to 9 (nine) neighborhoods in 3 (three) villages [village of Siring Barat, village of Jatirejo, and village of Mindi].
- c. home rental assistance, life allowance, evacuation, relocation, and settlement of land and building purchase beyond the affected areas of which are stipulated with the President Regulation.

19. Provision of the Article 20 shall be changed, as result it shall be read as follow:

Article 20

- (1) For the purpose of efficiency and effectiveness of the expenditure budget implementation of the State Ministry/ Institution, it is necessary for the Government implementing reward system on the optimizing result of the State Ministry/ Institution's expenditure budget of the Budget Year 2011 and implementing the sanction imposition through deducting the budget ceiling of the Budget Year 2012 on the unabsorbed budget of the Budget Year 2011.
- (2) State Ministry/ Institution that successfully performing optimizing expenditure budget on the Budget Year 2011 could use such expenditure budget optimization in the Budget Year 2012 of which hereinafter referred to as the award.
- (3) State Ministry/ Institution that is not fully implementing the expenditure budget of the Budget Year 2011 as stipulated shall be subject to sanction through the deduction of expenditure budget in the Budget Year 2011 of which hereinafter referred to as the sanction.
- (4) Award and sanction on the implementation of the State Ministry/ Institution expenditure budget of the Budget Year 2011 shall be stipulated with the Decree of Finance Minister no more than 31st March 2012.
- (5) Award and sanction to the State Ministry/ Institution as set forth in section (4) above shall be reported in the Central Government Financial Report [LKPP] Year 2012.
- (6) Further provision regarding on the procedures of award and sanction imposition to the State Ministry/ Institution shall be regulated by the Government.
- (7) For the purpose of the use of optimization result of the State Ministry/ Institution's expenditure budget of the Budget Year 2011 in the Budget Year 2012, the Government could utilize the SAL and shall be reported in the Central Government Financial Report [LKPP].

20. Provision of point c section (1) and section (5) of the Article 23 shall be changed, consequently Article 23 shall be read as follow:

Article 23



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 14 -

- (1) Further detail expenditure budget of the Central Government shall be in the form of:
 - a. expenditure budget shifts:
 1. from the Budget Part 999.08 (Other Expenditure Management of State General Treasurer) to the Budget Part of the State Ministry/ Institution;
 2. inter-activity within a program as long as such shifting is an *optimization result* and does not reduce the planned output; and/ or
 3. inter-type of expenditure within one activity.
 - b. the change of expenditure budget of which originates from the excess realization over the target of PNBPN;
 - c. the change of project loan ceiling and foreign grant and domestic loan and grant (PHDN) as result of the acceleration of the foreign project loan and grant withdrawal and PHDN, including foreign/ domestic loan after Law on the Amendment APBN stipulated;
 - d. the change of project loan ceiling as result the reduction of foreign loan allocation; and
 - e. the change on expenditure budget originates from the revenue of direct grant shall be in the form of money.
 - (2) The utilization of expenditure budget of which originates from PNBPN over the ceiling of APBN for the BLU shall be stipulated by the Government.
 - (3) The change of detail expenditure of the Central Government as set forth in section (1) above could be implemented as long as still in the same province/ regency/ municipality for the implemented activity of which is implemented in the context of assistance task and Joint Affairs (UB) or in the same province for the activity of which is implemented in the context of de-concentration.
 - (4) The change detail expenditure of the Central Government as set forth in section (1) could be implemented inter-province/ regency/ municipality for the activity of which is implemented by central unit organization and other vertical institutions in the region.
 - (5) The changes as set forth in section (1), section (2), section (3), and section (4) shall be reported by the Government to the House of Representatives through the Central Government Financial Report [LKPP] Year 2012.
21. Provision section (2) and section (3) of Article 26 shall be changed, as result Article 26 shall be read as follow:

Article 26

- (1) Budget of transfer to the local government as set forth in Article 5 section (1) point b consists of:
 - a. balancing fund; and
 - b. special autonomy and adjustment fund.
- (2) Balancing fund as set forth in section (1) point a above shall be estimated as much as Rp408.352.055.705.000, 00 (four hundred eight trillion three hundred fifty-two billion fifty-five million seven hundred and five thousand rupiahs).
- (3) Special autonomy and adjustment fund as set forth in section (1) point b above shall be estimated as much as Rp70.423.877.528.000, 00 (seventy trillion four hundred twenty-three billion eight hundred seventy-seven million five hundred and twenty-eight thousand rupiahs).



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 15 -

22. Provision section (2), section (3), section (4), and section (5) of Article 27 shall be changed, as result Article 27 shall be read as follow:

Article 27

- (1) Balancing Fund as set forth in Article 26 section (1) point a above consists of:
 - a. DBH;
 - b. DAU; and
 - c. DAK
 - (2) DBH as set forth in section (1) point a above shall be estimated at Rp108.421.669.502.000, 00 (one hundred eight trillion four hundred twenty-one billion six hundred sixty-nine million five hundred and two thousand rupiahs).
 - (3) DAU as set forth in section (1) point b above shall be estimated at Rp273.814.438.203.000, 00 (two hundred seventy-three trillion eight hundred fourteen billion four hundred thirty-eight million two hundred and three thousand rupiahs).
 - (4) Amount of DAU as set forth in section (3) above shall be equal to the amount of DAU of which has been stipulated in Law Number 22 Year 2011 on The State Revenue and Expenditure Budget of the Budget Year 2012.
 - (5) DAK as set forth in section (1) point c above shall be estimated at Rp26.115.948.000.000, 00 (twenty-six trillion one hundred fifteen billion nine hundred and forty-eight million rupiahs).
 - (6) In the event that the ceiling on the estimation of DBH is insufficient the need of distribution or the realization exceeds the ceiling of the Budget Year 2012, the Government distribute the realization of revenue in accordance with the provision of law and regulation.
 - (7) In the event there is the remaining revenue realization of which has not been revenue shared as result the producing area has not been identified, Finance Minister places such fund as the reserve fund in the Government's account.
 - (8) Reserve fund as set forth in section (7) above shall be allocated based on the difference ceiling within a budget year through the distribution of I (first) quarterly DBH up to the IV (quarterly) of the Budget Year 2012.
 - (9) The management procedures of reserve fund in the Government's account as set forth in section (7) shall be regulated with or based on the Regulation of Finance Minister.
 - (10) Further calculation and distribution regarding on the balancing fund shall be in accordance with the provision in Law Number 33 Year 2004 on the Financial Balance between Central Government and Local Government.
 - (11) Detail balancing fund of the Budget Year 2012 as set forth in section (2) and section (5) shall be as included in the explanation of this article.
23. Provision of Article 29 shall be changed, as result Article 29 shall be read as follow:

Article 29

- (1) Education budget shall be estimated at Rp310.874.948.510.000, 00 (three hundred ten trillion eight hundred seventy-four billion nine hundred forty-eight million five hundred and ten thousand rupiahs).
- (2) The percentage of education budget shall be as much as 20, 1% (twenty point one percent), which is the comparison of the allocation of education budget as set forth in section (1) above to the total state expenditure budget of which sum of Rp1.548.310.378.180.000, 00 (one quadrillion five hundred



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 16 -

forty-eight trillion three hundred ten billion three hundred seventy-eight million one hundred and eighty thousand rupiahs).

- (3) In the allocation of education fund as set forth in section (1) above, including the national education development fund sum of Rp7.000.000.000.000, 00 (seven trillion rupiahs).

24. Provision section (1) and section (2) of Article 30 shall be changed, section (3) shall be exist, and explanation of section (3) shall be changed, as result Article 30 shall be read as follow:

Article 30

- (1) Amount of the state revenue budget and grant of the Budget Year 2012, as set forth in Article 2 section (5), shall be fewer than the amount of state expenditure budget as set forth in Article 5 section (4), as result in the Budget Year 2012 there is budget deficit sum of Rp190.105.334.980.000, 00 (one hundred ninety trillion one hundred five billion three hundred thirty four million nine hundred and eighty thousand rupiahs) of which will be financed with the budget deficit finance.
- (2) The budget deficit finance of the Budget Year 2012 as set forth in section (1) above originated from the sources as follow:
 - a. domestic finance shall be estimated at Rp194.531.004.181.000, 00 (one hundred ninety four trillion five hundred thirty-one billion four million one hundred and eighty-one thousand rupiahs).
 - b. net foreign finance shall be estimated at negative Rp4.425.669.201.000, 00 (four trillion four hundred twenty-five billion six hundred sixty-nine million two hundred and one thousand rupiahs).
- (3) Detail budget deficit finance of the Budget Year 2012 as set forth in section (2) shall be as included in the explanation of this section.

25. Provision section (2) and section (4) of Article 38 shall be changed, between section (3) and section (4) shall be inserted 1 (one) section, namely section (3a), as result Article 38 shall be read as follow:

Article 38

- (1) In the event that the realization of the state revenue is insufficient to cover the need of state expenditure in certain condition, the deficiency could be fulfilled from the fund of SAL, issuance of SBN or state expenditure adjustment.
- (2) The Government could issue the SBN to finance the need of cash management for the implementation of APBN, in the event that cash fund is insufficient to be available to cover the need of state expenditure in the early year of 2013.
- (3) The Government could purchase the SBN for the interest of market stability and cash management by considering the need of net SBN issuance to cover the stipulated finance.
- (3a) The Government could perform the acceleration of the loan principal installment for the purpose of debt portfolio management through the issuance SBN.
- (4) In the event that there is debt finance instrument of which is more profitable, and/ or unavailability of one of the debt finance



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 17 -

instruments, the Government could change the composition of debt finance instrument without cause the change on the total debt finance.

- (5) For the purpose of reducing the issuance cost of SBN and assuring the availability of finance through the debt, the Government could accept the debt issuance underwriting from the institution of which can perform the underwriting function, and/ or accept the facility in the form of finance support.
 - (6) The implementation provisions as set forth in section (1) up to section (5) shall be stipulated in the Amendment APBN of the Budget Year 2012 and/ or in the Central Government Financial Report [LKPP].
26. Provision point a, point b of section (1), and number 5 of section (1), section (2), section (3), and section (4) of Article 43 shall be changed, number 6 of section (1) shall be changed, and between section (1) and section (2) shall be inserted 2 (two) sections, namely section (1a) and section (1b), as result Article 48 shall be read as follow:

Article 43

- (1) In an emergency condition, in the event matters as follow occurred:
 - a. the progress of decline in economic growth is under the assumption and other assumption deviation of macroeconomics of which cause state revenue declines, and/ or the state expenditure increases significantly;
 - b. systematic crisis in the financial system and national banking, including the domestic market of SBN, which requires the additional banking/ non-Banking Financial Institution [LKBB] guarantee fund for handling; and/ or
 - c. the increase of debt cost significantly, particularly yields of SBN.

The Government, upon approval of the House of Representatives [DPR], could perform measures as follow:

1. the expenditure whose budget is not available and/ or the expenditure that exceeds the stipulated ceiling in the Amendment APBN of the Budget Year 2012;
 2. the shift of expenditure budget inter-program, inter-activity, and/ or inter-type of expenditure within one budget part and/ or inter-budget part;
 3. ceiling reduction of budget expenditure due to efficiency, by keep maintaining target of the program/ priority activity that still should to be achieved;
 4. the use of SAL to cover the deficiency finance of APBN, by prior calculating the need of budget up to the end of the current budget year and the early the next budget year; and/ or
 5. omitted.
- (1a) In an emergency condition, in the condition of unsupported market and upon approval of the House of Representatives, the Government could perform the withdrawal of ready loan of which originates from bilateral or multilateral creditor as the alternative finance resources.
 - (1b) Measures to handle systemic crisis condition as set forth in section (1) point b of which affects to APBN shall be carried out after coordinating with Bank Indonesia (BI) and/ or the Indonesia Deposit Insurance Corporation [LPS].
 - (2) Approval of the House of Representatives as set forth in section (1) and section (1a) shall be the Decree of which is included in the Summary of Working Meeting Budget Agency of the House of Representatives with the



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 18 -

Government, which is granted within no more than twenty-four hours after the proposal submitted to the House of Representatives.

- (3) In the event that the approval of DPR as set forth in section (1) and section (1a) has not been obtained due to some matter and another matters, the Government could take measures as set forth in section (1) and section (1a).
- (4) The Government delivers policy measures as set forth in section (1) and section (1a) in the Amendment of APBN of the Budget Year 2012 and/ or the Central Government Financial Institution [LKPP] Year 2012.

27. Between Article 43 and Article 44 shall be inserted 1 (one) article, namely Article 43A, as result Article 43A shall be read as follow:

Article 43A

The Government could perform the spending of interest expenditure and principal debt installment of which exceeds the stipulated budget ceiling in the Amendment of APBN of the Budget Year 2012, hereinafter it shall be reported by the Government in the Central Government Financial Report [LKPP].

Article II

This Law shall come into force since the enactment date.

For the public cognizance, it is ordered to promulgate this Law by placing it in the State Gazette of the Republic of Indonesia.

Stipulated in Jakarta

on 31st March 2012

PRESIDENT OF THE REPUBLIC OF INDONESIA

Signed,

DR. H. SUSILO BAMBANG YUDHOYONO

Promulgated in Jakarta
on 10th August 2011

MINISTER OF JUSTICE AND HUMAN
RIGHT OF THE REPUBLIC OF INDONESIA

Signed,
AMIR SYAMSUDIN

STATE GAZETTE OF THE REPUBLIC OF INDONESIA YEAR 2012 NUMBER 87

Copy as the Original version

THE MINISTRY OF STATE
SECRETARIAT OF THE REPUBLIC
OF INDONESIA

Assistant to the Deputy of Statutory
Legislation,

Department of Economy

Signed and stamped



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 19 -

SETIO SAPTO NUGROHO



PRESIDENT
OF THE REPUBLIC OF INDONESIA

THE EXPLANATION
OF
LAW NUMBER 4 YEAR 2012
ON
AMENDMENT OF THE LAW NUMBER 22 YEAR 2011 ON THE STATE REVENUE
AND EXPENDITURE BUDGET OF THE BUDGET YEAR 2012

I. General

State Revenue and Expenditure Budget [APBN] of the Budget Year 2012 as set out in the Law Number 22 Year 2011 shall be implemented refers to the provisions provided in the Law Number 17 Year 2003 on the State Finances, it is guided by the Government Working Plan [RKP] Year 2012, as well Macro Economic Framework and the Principle of Fiscal Policy 2012. In addition, the APBN Year 2012 shall also consider economic, social, and politic condition of which evolves in various last months, as well various steps of the policy of which are predicted shall be pursued in 2012.

Since the stipulation of Law Number 22 Year 2011 on the State Revenue and Expenditure Budget of the Budget Year 2012, the change and growth of the internal and external factor have been occurred, as result basic assumption of the macroeconomic of which applied in APBN 2012 have not been relevant anymore and necessary to be adjusted.

Amid the continuing of global uncertainty, the Indonesian economic performance in 2012 is predicted experiencing the slowdown in economic growth. Regarding to such progress, the economic growth in 2010 is estimated at 6, 5% (six point five percent) or lower than the assumption that estimated in APBN of the Budget Year 2012.

Inflation level in 2012 is estimated at 6, 8% (six point eight percent) or higher than the inflation set out in APBN 2012. The increase of inflation, in addition influenced by the increase of various international commodities, but also influenced by the plan of policy '*administered price*' in the field of energy and food.

Meanwhile, Rupiah exchange rate in 2012 shall be predicted at Rp9.000, 00 (nine thousand) per one US dollar, weaken from the assumption of APBN of the Budget Year 2012. This weakening is resulted by instability of global economy of which is predicted to be continued up to 2012.

Furthermore, international oil price in the early 2012 experiences escalation in line with the limited world oil supply due to the geopolitics tension in the Gulf Countries that affects the world crude oil supply. It also happens to the ICP, which tends to escalate, if it is compared to the average price during 2011. This progress shall be estimated to be continued along 2012, as result the



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 2 -

assumption of the average rate price of the Indonesian crude oil along 2012 estimated at US\$105, 0 (one hundred and five point zero united states of America dollar) per barrel.

In other hand, oil lifting in 2012 shall be estimated at 930 (nine hundred and thirty) thousand barrel per day, under the target of the APBN of the Budget Year 2012. It is related to such as, the declining of old wells production and the impact on the implementation of Law Number 32 Year 2009 on the Protection and Environmental Management. Moreover, such decline also affected by the unplanned shut down factors and non-technical obstacles such as problem in the region and others.

The change on the matters of the basic assumption of macroeconomic of which also effects to the matters of APBN, it will be followed by the change of fiscal policy in the effort to make healthy the APBN through the control of budget deficit on the secure level.

In accordance with the provision Article 27 Law Number 27 Year 2003 on the State Finance *juncto* Article 42 Law Number 22 Year 2011 on the State Revenue and Expenditure Budget of the Budget Year 2012, the amendment of the State Revenue and Expenditure Budget of the Budget Year 2012 necessary to be regulated with the Law.

II. ARTICLE BY ARTICLE

Article I

Number 1

Article 1

Self-explanatory

Number 2

Article 2

Section (1)

Self-explanatory

Section (2)

Revenue of taxation previously estimated at Rp1.032.570.205.000.000, 00 (one quadrillion thirty-two trillion five hundred seventy billion two hundred and five million rupiahs).

Section (3)

Non-tax state revenue previously estimated at Rp277.991.382.880.000, 00 (two hundred seventy-seven trillion nine hundred ninety-one billion three hundred eighty-two million eight hundred and eighty thousand rupiahs).

Section (4)

Revenue of grant previously estimated at Rp825.091.586.000, 00 (eight hundred twenty-five



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 3 -

billion ninety million five hundred and eighty-six thousand rupiahs).

Section (5)

Amount of the State revenue budget and grant of the Budget Year 2012 previously estimated at Rp1.311.386.679.446.000, 00 (one quadrillion three hundred eleven trillion three hundred eighty-six million six hundred seventy-nine four hundred and forty-six thousand rupiahs).

Number 3

Article 3

Section (1)

Self-explanatory

Section (2)

Point a

The third party whose income tax is borne by the government (PPh DTP) means the third party who provides service to the Government in the issuance of SBN in international market, which is such as vendor service agent and international legal consultant services.

Point b

Self-explanatory

Point c

Self-explanatory

Point d

Self-explanatory

Point e

Self-explanatory

Section (3)

Revenue of international commerce tax previously estimated at Rp42.933.630.000.000, 00 (forty-two trillion nine hundred thirty-three billion six hundred and thirty million rupiahs).

Section (4)

Revenue of taxation previously estimated at Rp1.032.570.205.000.000, 00 (one quadrillion thirty-two trillion five hundred seventy billion two hundred and five million rupiahs).

Detail state revenue of the Budget Year 2012 shall be as follow:

	Previously	Become
411 The Revenue of Domestic Tax	989.636.575.000.000,00	968.293.241.511.000,00
4111 Income Tax (PPh)	519.964.736.000.000,00	513.650.150.000.000,00
41111 Revenue PPh migas	60.915.570.000.000,00	67.916.730.000.000,00
411111 Revenue of petroleum	22.965.360.000.000,00	27.550.390.000.000,00



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 4 -

411111 Revenue of natural gas	37.950.210.000.000,00	40.366.340.000.000,00
41112 Revenue PPh non-migas	495.049.166.000.000,00	445.733.430.000.000,00
411121 Revenue PPh Article 21	89.195.190.000.000,00	89.195.190.000.000,00
411122 Revenue PPh Article 22	7.917.680.000.000,00	7.917.680.000.000,00
411123 Revenue PPh Article 22 Import	38.185.630.000.000,00	38.185.630.000.000,00
411124 Revenue PPh Article 23	28.485.960.000.000,00	28.485.960.000.000,00
411125 Revenue PPh Article 25/29 individual	5.615.840.000.000,00	5.615.840.000.000,00
411126 Revenue PPh Article 25/29 entity	204.447.276.000.000,00	191.131.540.000.000,00
411127 Revenue PPh Article 26	29.793.110.000.000,00	29.793.110.000.000,00
411128 Revenue PPh final & fiscal	55.365.550.000.000,00	55.365.550.000.000,00
411129 Revenue PPh other non- migas (Non-Oil & Gas)	42.930.000.000,00	42.930.000.000,00
4112 Revenue of the value added tax and selling tax of luxury goods	352.949.864.000.000,00	336.056.975.511.000,00
4113 Revenue of Property Tax	35.646.890.000.000,00	29.678.507.000.000,00
4115 Revenue of excise	75.443.115.000.000,00	83.266.625.000.000,00
41151 Revenue of excise	75.443.115.000.000,00	83.266.625.000.000,00
411511 Revenue of tobacco excise	72.041.008.000.000,00	79.858.130.000.000,00
411512 Revenue of ethyl alcohol excise	123.890.000.000,00	124.135.000.000,00
411513 Revenue of beverages containing ethyl alcohol excise	3.278.217.000.000,00	3.284.360.000.000,00
4116 Other revenue of tax	5.631.970.000.000,00	5.631.970.000.000,00
412 Revenue of the International Commerce Tax	42.933.630.000.000,00	47.944.100.000.000,00
4121 Revenue of import duty	23.734.620.000.000,00	24.737.900.000.000,00
4122 Revenue of export duty	19.199.010.000.000,00	23.206.200.000.000,00

Number 4

Article 4

Section (1)

Self-explanatory

Section (2)

Revenue of natural resources previously planned as much as Rp177.263.531.721.000, 00 (one hundred seventy-seven trillion two hundred sixty-three billion five hundred thirty-one million seven hundred and twenty-one thousand rupiahs).

Section (3)

Self-explanatory

Section (4)

Government's portion on the profit of BUMN previously planned as much as Rp28.001.288.000.000, 00 (twenty-eight trillion



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 5 -

one billion two hundred and eighty-eight million rupiahs).

Section (5)

While waiting for the amendment of the Law Number 49 Prp Year 1960 on the Committee of Account Receivable Affairs, and for the purpose of speeding the settlement of the problematic account receivable on the BUMN of the field of banking, management of the account receivable could be managed through mechanism management based on the provision of law and regulation in the field of limited liability company and banking.

Whilst, regarding to the provision of authorization to the General Meeting of Shareholders [RUPS], the settlement of the problematic account receivable in the BUMN of the field of banking shall be based on the provision of the law and regulation in the field of state owned enterprise.

Section (6)

Self-explanatory

Section (7)

Other non-tax state revenue previously planned as much as Rp53.492.269.670.000, 00 (fifty-three trillion four hundred ninety-two billion two hundred sixty-nine million six hundred and seventy thousand rupiahs).

Section (8)

Revenue of BLU previously planned as much as Rp19.234.446.489.000, 00 (nineteen trillion two hundred thirty-four billion four hundred forty-six million four hundred and eighty-nine thousand rupiahs).

Section (9)

Non-tax state revenue previously planned as much as Rp277.991.382.880.000, 00 (two hundred seventy-seven trillion nine hundred ninety-one billion three hundred eighty-two million eight hundred and eighty thousand rupiahs).

Detail non-tax state revenue of the Budget Year 2012 shall be as follow:

Type of Revenue	Previously	Become
421 Revenue of the Natural resources	177.263.351.721.000,00	217.158.876.693.000,00
4211 Revenue of petroleum	113.681.490.000.000,00	150.847.210.000.000,00
42111 Revenue of petroleum	113.681.490.000.000,00	150.847.210.000.000,00
4212 Revenue of natural gas	45.790.400.000.000,00	47.463.850.000.000,00
42121 Revenue of natural gas	45.790.400.000.000,00	47.463.850.000.000,00



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 6 -

4213 Revenue of general mining	14.453.946.820.000,00	15.274.120.402.000,00
421311 Revenue of fixed due	158.896.731.000,00	702.807.228.000,00
421312 Revenue of royalty	14.295.050.089.000,00	14.571.313.174.000,00
4214 Revenue of forestry	2.954.454.895.000,00	3.074.886.191.000,00
42141 Revenue of reforestation fund	1.409.725.550.000,00	1.504.623.550.000,00
42142 Revenue of forestry resources provision	1.304.885.756.000,00	1.304.885.756.000,00
42143 Revenue of IIUPH	12.550.000.000,00	38.083.295.000,00
421431 Revenue of IIUPH-industrial plants	1.300.000.000,00	85.696.000,00
421434 Revenue of IIUPH-natural forest	11.250.000.000,00	37.997.599.000,00
42144 Revenue on the utilization of forest area	227.293.589.000,00	227.293.590.000,00
421441 Revenue on the utilization of forest area for the interest of non-forestry development	227.293.589.000,00	227.293.590.000,00
4215 Revenue of fishery	150.000.006.000,00	150.000.100.000,00
421511 Revenue of fishery	150.000.006.000,00	150.000.100.000,00
4216 Revenue of the mining of geothermal	233.060.000.000,00	348.810.000.000,00
421611 Revenue of the mining of geothermal	233.060.000.000,00	348.810.000.000,00
422 Revenue of the portion from the profit of BUMN	28.001.288.000.000,00	30.776.336.250.000,00
4221 Government portion on BUMN's Profit	28.001.288.000.000,00	30.776.336.250.000,00
42211 Revenue of the banking BUMN's profit	3.955.417.000.000,00	5.000.000.000.000,00
42212 Revenue of Non-banking BUMN's profit	24.045.871.000.000,00	25.776.336.250.000,00
423 Other revenue of PNPB	53.492.296.670.000,00	72.779.374.473.000,00
4231 Revenue from the management of BMN (State Owned Property) on the utilization and alienation as well revenue from selling.	24.446.248.878.000,00	25.769.214.556.000,00
42311 Selling revenue of the result of production/ confiscated goods	13.579.216.321.000,00	13.830.123.278.000,00
423111 Selling revenue of the product of farming, forestry, and plantation	3.475.448.000,00	3.475.448.000,00
423112 Selling revenue of the product of poultry and fishery	16.867.313.000,00	17.099.101.000,00
423113 Selling revenue of mining product	13.449.732.671.000,00	13.669.882.571.000,00



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 7 -

423114	Selling revenue of the seized goods, confiscated goods, and treasures	40.000.000.000,00	40.000.000.000,00
423116	Revenue on the selling of information, publishing, film, survey, mapping, and other printing media	65.834.016.000,00	65.835.026.000,00
423117	Revenue on the selling of auction documents	208.316.000,00	208.316.000,00
423119	Revenue of other selling	3.098.557.000,00	3.622.816.000,00
42312	Revenue on the BMN alienation	5.193.011.000,00	5.193.011.000,00
423121	Revenue on the selling of house, building, and land	52.039.000,00	52.039.000,00
423122	Revenue on the selling of equipment and machine	1.595.978.000,00	1.595.978.000,00
423129	Revenue on other BMN alienation	3.554.994.000,00	3.554.994.000,00
42313	Selling Revenue of the activity of oil & gas upstream	10.719.030.000.000,00	11.792.750.000.000,00
423132	Revenue of Crude Oil DMO	10.719.030.000.000,00	11.792.750.000.000,00
42314	Revenue of BMN utilization	142.809.546.000,00	141.148.267.000,00
423141	Leasing revenue of land, house, and building	62.792.186.000,00	121.731.693.000,00
423142	Leasing revenue of equipment and machine	60.693.165.000,00	4.302.150.000,00
423149	Revenue of other BMN utilization	15.013.735.000,00	15.114.424.000,00
4232	Revenue of services	23.983.016.847.000,00	27.099.595.145.000,00
42321	Revenue of services I	15.331.447.459.000,00	15.811.540.207.000,00
423211	Hospital and health agencies revenue	9.796.615.000,00	14.899.250.000,00
423212	Entertainment venues, parks, museums revenue and levy on the natural tourism business (PUPA)	15.282.066.000,00	15.282.066.000,00
423213	Certificate, visa, and passport revenue	1.812.364.040.000,00	1.812.364.040.000,00
423214	Entitlement and License revenue	9.982.874.455.000,00	10.452.874.455.000,00
423215	Sensor, quarantine, supervision, and inspection	114.182.502.000,00	114.182.502.000,00
423216	Revenue of the service of labor, working,		



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 8 -

information, training, technology, the revenue of BPN, revenue of DJBC	958.285.559.000,00	963.726.001.000,00
423217 Revenue of the religious affair offices	75.033.300.000,00	75.033.300.000,00
423218 Revenue of airport, sea port, and navigation facilities	669.688.472.000,00	670.238.143.000,00
423219 Revenue of the land service	1.692.940.450.000,00	1.692.940.450.000,00
42322 Revenue of service II	911.461.089.000,00	1.061.461.089.000,00
423221 Revenue of financial institution services (checking services)	207.998.336.000,00	357.998.336.000,00
423222 Revenue of the service of telecommunication operation	602.960.948.000,00	602.960.948.000,00
423225 Revenue on the state tax collection fee and forced letter	4.206.275.000,00	4.206.275.000,00
423227 Revenue of auction duty	41.826.176.000,00	41.826.176.000,00
423228 Revenue of the administration of account receivable and state auction	44.469.354.000,00	44.469.354.000,00
423229 Revenue of doctor & dentist registration	10.000.000.000,00	10.000.000.000,00
42323 Revenue of Abroad Services	439.681.753.000,00	492.989.729.000,00
423231 Revenue on the provision of the Republic Indonesia Travel Document	354.326.154.000,00	396.932.353.000,00
423232 Revenue on the processing of consular documents	76.046.288.000,00	85.641.724.000,00
423239 Other routine abroad revenue	9.309.331.000,00	10.375.470.000,00
42324 Revenue of banking service	12.000.000,00	12.000.000,00
423241 Revenue of banking service	12.000.000,00	12.000.000,00
42325 Revenue of the service of the treasury single account (TSA) administration and/ or placement service of state money	2.843.088.860.000,00	5.172.801.839.000,00
423251 Revenue on the issuance of SP2D for the purpose of TSA	68.088.860.000,00	86.812.097.000,00
423253 Revenue from the implementation of Treasury National Pooling	125.000.000.000,00	125.000.000.000,00
423254 Revenue of the placement of state money in Bank		



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 9 -

Indonesia	2.650.000.0000.000,00	4.960.989.742.000,00
42326 Revenue of the Police I	4.131.019.425.000,00	4.232.362.910.000,00
423261 Revenue of Driving License (SIM)	997.071.000.000,00	997.071.000.000,00
423262 Revenue of Vehicle Number Certificate (STNK)	957.775.000.000,00	961.147.985.000,00
423263 Revenue of Vehicle Testing Certificate (STCK)	150.500.000.000,00	151.117.000.000,00
423264 Revenue of the Vehicle Ownership Certificate (BPKB)	984.425.000.000,00	1.033.646.500.000,00
423265 Revenue of Marking Number of Motor Vehicle (TNKB)	767.640.000.000,00	815.117.000.000,00
423266 Revenue of Driving Skill through Simulator	271.000.000.000,00	271.000.000.000,00
423267 Revenue for the issuance of firearms and explosive material license	2.608.425.000,00	2.608.425.000,00
42328 Revenue of Police II	288.029.500.000,00	36.364.500.000,00
423281 Revenue on the issuance of the certificate of vehicle mutation to other region	188.250.500.000,00	188.250.500.000,00
423282 Revenue on the issuance of Police Record Certificate	36.364.500.000,00	36.364.500.000,00
423283 Revenue on the issuance of Self Report certificate	8.515.000,00	8.515.000,00
423284 Revenue on the issuance of inafis card	52.500.000.000,00	52.500.000.000,00
423285 Revenue on the issuance of traffic violation fine	2.400.000.000,00	2.400.000.000,00
42329 Other revenue of services	38.276.761.000,00	40.397.871.000,00
423291 Other revenue of services	38.276.761.000,00	40.397.871.000,00
4233 Revenue of Interest	1.736.305.402.000,00	1.843.587.667.000,00
42331 Revenue of Interest	1.736.305.402.000,00	1.843.587.667.000,00
423313 Revenue of interest from the account receivable and forwarding loan	1.736.305.402.000,00	1.843.587.667.000,00
42333 Revenue of premium of state bonds	0,00	2.578.182.185.000,00
4233331 revenue of state bond premium in domestic/ Rupiah	0,00	2.291.309.428.000,00
4233333 revenue of state sharia securities	0,00	286.872.757.000,00
42334 Revenue of the Prosecutor offices, Courts and result of	98.724.105.000,00	98.724.105.000,00



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 10 -

corruption case		
423341 Revenue of prosecutor offices and courts	98.724.105.000,00	98.724.105.000,00
4233411 Revenue of signature legalization	825.000.000,00	825.000.000.000,00
4233412 Revenue of the legalization of under the hand deed	250.000.000,00	250.000.000.000,00
4233413 Revenue of the stamp legal fees	210.000.000,00	210.000.000,00
4233414 Revenue of fine and others	6.050.000.000,00	6.050.000.000,00
4233415 Revenue of case fee	25.750.605.000,00	25.750.605.000,00
4233416 Revenue from the result of the auction of corruption cases	2.000.000.000,00	2.000.000.000,00
4233419 Other prosecutor offices and courts revenues	63.838.500.000,00	63.838.500.000,00
4235 Revenue of education	2.660.571.898.000,00	2.365.735.509.000,00
42351 Revenue of Education	2.660.571.898.000,00	2.365.735.509.000,00
423511 Revenue of tuition	1.735.974.933.000,00	1.612.958.071.000,00
423512 Revenue of entrance, class rise and final examination	87.882.836.000,00	84.753.136.000,00
423513 Revenue for the practicum examination	137.689.450.000,00	137.573.950.000,00
423519 Other education revenues	698.924.679.000,00	530.450.352.000,00
4236 Revenue of gratification and money confiscated proceeds from corruption	62.250.000.000,00	62.250.000.000,00
42361 Revenue of gratification and money confiscated proceeds from corruption	62.250.000.000,00	62.250.000.000,00
423611 Revenue of the confiscated money proceeds from corruption of which has been stipulated by the court	18.150.000.000,00	18.150.000.000,00
423612 Revenue gratification of which has been stipulated by KPK as the state owned property	19.900.000.000,00	19.900.000.000,00
423614 Revenue from the substitution money of		



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 11 -

the corruption case that have been stipulated by the court	24.200.000.000,00	24.200.000.000,00
4237 Revenue of fines and dues	474.350.972.000,00	474.350.972.000,00
42371 Revenue of Business entity dues	437.502.302.000,00	437.502.302.000,00
423711 Revenue of the business entities from the activity of the Oil Fuel distribution	359.252.302.000,00	359.252.302.000,00
423712 Revenue of the business entities from the activity of transporting natural gas through pipelines	78.250.200.000,00	78.250.200.000,00
42373 Revenue from the forest protection and nature conservation	31.821.200.000,00	31.821.200.000,00
423731 Revenue from the dues of catching/ taking/ transporting wildlife/ taking/ transporting natural plants either alive or dead.	6.571.833.000,00	6.571.833.000,00
423732 Revenue due to the exploitation natural tourism [PIPA]	3.019.901.000,00	3.019.901.000,00
423735 Revenue from the entrance fee of natural tourism object [PIPPA]	22.138.066.000,00	22.138.066.000,00
423736 Revenue due to the result of nature tourism business exploitation [IHUPPA]	95.400.000,00	95.400.000,00
42375 Revenue of fine	5.023.470.000,00	5.023.470.000,00
423752 Revenue of fine due to the tardiness in implementing the government's project	4.923.470.000,00	4.923.470.000,00
423755 revenue of fine due to the violation fine of business competition	100.000.000,00	100.000.000,00
4239 Miscellaneous revenues	30.928.568.000,00	12.507.734.334.000,00
42391 Revenue due to the readmission of the previous budget year [TAYL]	6.347.170.000,00	12.483.162.936.000,00
423911 readmission of the central personnel expenditure TAYL	4.821.078.000,00	6.700.280.000,00
423912 readmission retirement expenditure TAYL	6.900.000,00	6.900.000,00
423913 readmission other expenditure in pure Rupiah TAYL	1.224.263.000,00	1.702.081.711.000,00
423914 readmitssion other expenditures of foreign		



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 12 -

loan TAYL	0,00	29.746.888.000,00
423915 readmission other expenditure of grants	3.300.000,00	732.624.000,00
423915 readmission of the expenditure of transfer to local government TAYL	0,00	1.027.517.225.000,00
423919 readmission other expenditure TAYL	831.629.000,00	9.716.377.308.000,00
42392 Revenue of the acquittal account receivable	3.492.977.000,00	3.482.977.000,00
423921 revenue of non-treasurer acquittal account receivable	25.000.000,00	25.000.000,00
423922 revenue of the acquittal due to the indemnity on the government's loss (insert TP) TGR) treasurer	3.467.977.000,00	3.467.977.000,00
42399 Miscellaneous revenues	21.088.421.000,00	21.088.421.000,00
423991 resubmission of the down payment salary	19.717.562.000,00	19.717.562.000,00
423999 revenue of miscellaneous budget	1.370.859.000,00	1.370.859.000,00
424 Revenue of Public Service Entity [BLU]	19.234.446.489.000,00	20.408.202.687.000,00
4241 Revenue of Public Service Entity	17.109.565.352.000,00	18.752.700.334.000,00
42411 Revenue on the provision goods and service to the community	15.559.374.378.000,00	16.592.833.006.000,00
424111 revenue from the service of hospital	5.037.908.978.000,00	5.037.908.978.000,00
424112 revenue from the education service	8.526.443.334.000,00	8.526.443.334.000,00
424113 revenue from labor service, work, information, training, and technology	199.374.791.000,00	199.374.791.000,00
424114 revenue from printing service	1.024.475.000,00	1.024.475.000,00
424116 revenue from the operation of telecommunication	1.406.777.248.000,00	1.406.777.248.000,00
424117 revenue from marketing service	2.700.000,00	2.700.000,00
424119 revenue from other provisions goods and services	425.145.552.000,00	425.145.552.000,00
42412 Revenue from the management of certain region/estate	355.726.697.000,00	755.116.047.000,00



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 13 -

424129 revenue from the management of the regional authorities	0,00	595.338.350.000,00
424129 revenue from the management other regions	355.726.697.000,00	159.777.697.000,00
42413 The management of special fund for the community	1.154.464.277.000,00	1.405.751.281.000,00
424133 revenue from the program of capital venture	2.721.000.000,00	2.721.000.000,00
424134 revenue from the sector of revolving fund program	474.300.011.000,00	474.300.011.000,00
424135 revenue from the sharia revolving fund	6.676.600.000,00	6.676.600.000,00
424136 revenue from the investment	670.776.666.000,00	670.776.666.000,00
424136 revenue from the management of other Special Funds	0,00	251.287.047.000,00
4242 Revenue of the Public Service Entity grant	58.698.456.000,00	58.698.456.000,00
42421 Revenue of bound grants	48.790.714.000,00	48.790.714.000,00
424211 revenue of the individual domestic bound grant	300.000.000,00	300.000.000,00
424212 revenue of the domestic entity/business entity bound grants	46.990.714.000,00	46.990.714.000,00
424213 revenue of the domestic-local government bound grants	1.500.000.000,00	1.500.000.000,00
42422 Revenue unbound grants	9.907.742.000,00	9.907.742.000,00
424223 revenue of domestic local government unbound grants	9.907.742.000,00	9.907.742.000,00
4243 Revenue of the partnership outcomes of BLU	1.666.417.869.000,00	1.195.895.085.000,00
42431 Revenue of the partnership outcomes of BLU	1.666.417.869.000,00	1.195.895.085.000,00
424311 revenue of individual partnership outcomes	299.736.000,00	0,00
424312 revenue of the institutional/ entity partnership outcomes	1.664.643.133.000,00	1.194.384.085.000,00
424313 revenue of the local government partnership	1.475.000.000,00	1.475.000.000,00



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 14 -

outcomes

4249 Other revenue of BLU	399.764.812.000,00	399.764.812.000,00
42491 Other revenue of BLU	399.764.812.000,00	399.764.812.000,00
424911 revenue of banking service BLU	399.764.812.000,00	399.764.812.000,00

Number 5

Article 5

Section (1)

Self-explained

Section (2)

Expenditure budget of the Central Government estimated at Rp1.069.534.444.974.000, 00 (one quadrillion sixty-nine trillion five hundred thirty-four billion four hundred forty-four million nine hundred and seventy-four thousand rupiahs), including loan and/ or grants of which forwarded to local government includes:

1. *Mass Rapid Transit (MRT) project* as much as Rp1.570.557.862.000, 00 (one trillion five hundred seventy billion five hundred fifty-seven million eight hundred and sixty-two thousand rupiahs).
2. *Local basic program capacity (L-BEC) project* as much as Rp54.526.774.000, 00 (fifty-four billion five hundred twenty-six million seven hundred and seventy-four thousand rupiahs).
3. *Infrastructure enhancement grant* (transportation sector) sum of Rp6.397.500.000, 00 (six billion three hundred ninety-seven million and five hundred thousand rupiahs).
4. *Water and Sanitation Program, Sub Program D-Sanitation City Pilot Projects (WASAP-D)* sum of Rp11.654.849.000, 00 (eleven billion six hundred fifty-four million eight hundred and forty-nine thousand rupiahs).
5. *Water Resources and Irrigation System Management Project-APL2 (WISMP-2)* sum of Rp147.780.000.000, 00 (one hundred forty-seven billion seven hundred and eighty million rupiahs).

Expenditure budget of the Central Government previously estimated at Rp964.997.261.407.000, 00 (nine hundred sixty-four trillion nine hundred ninety-seven billion two hundred sixty-one million four hundred and seven thousand rupiahs).

Section (3)



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 15 -

Budget transfer to local government previously planned at Rp470.409.458.592.000, 00 (four hundred seventy trillion four hundred nine billion four hundred fifty-eight million five hundred and ninety-two thousand rupiahs)

Section (4)

Amount of state expenditure of the Budget Year 2012 previously planned at Rp1.435.406.719.999.000, 00 (one quadrillion four hundred thirty-five trillion four hundred six billion seven nineteen million nine hundred and ninety-nine thousand rupiahs).

Number 6

Article 6A

Self-explanatory

Number 7

Article 7

Section (1)

Subsidy on the certain type of Oil Fuel [BBM] and 3 (three) kilograms liquefied petroleum gas (LPG) tube of the Budget Year 2012 previously estimated at Rp123.559.674.000.000, 00 (one hundred twenty-three trillion five hundred fifty-nine billion six hundred seventy-four million rupiahs).

Section (1a)

Self-explanatory

Section (2)

Omitted

Section (3)

Omitted

Section (4)

1. Omitted.
2. The policy on subsidized Oil Fuel consumption control implemented through measures as follow:
 - a. optimization the conversion program of kerosene to 3-kilogram tube LPG;
 - b. implementing conversion program of Oil Fuel to Gas Fuel (BBG);
 - c. increasing the utilization of the alternatives energy sources of which is mixed to the subsidized oil fuel;
 - d. control of the utilization of the subsidized oil fuel;



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 16 -

- e. improving the regulation policy of subsidized Oil Fuel and 3-kilogram tube LPG.

Section (5)

Omitted

Section (6)

Self-explanatory

Section (6a)

The average rate of Indonesian Crude Oil/ ICP within the current period raises or decreases means the realization of the average price of Indonesian crude oil during the last 6 (six) months.

Section (7)

Self-explanatory

Number 8

Article 8

Section (1)

Electricity subsidy in the Budget Year 2012 previously estimated at Rp44.940.196.464.000, 00 (forty-four trillion nine hundred forty billion one hundred ninety-four million four hundred and sixty-four thousand rupiahs)

Section (2)

Self-explanatory

Section (3)

Self-explanatory

Number 9

Article 8A

Section (1)

Self-explanatory

Section (2)

The use of energy risk reserve budget prior shall be discussed by the Government and the Budget Board of DPR RI.

Number 10

Article 9

Food subsidy in the Budget Year 2012 previously planned at Rp15.607.062.292.000, 00 (fifteen trillion six hundred seven billion sixty-two million two hundred and ninety-two thousand rupiahs)



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 17 -

Number 11

Article 10

Section (1)

Fertilizer subsidy in the Budget Year 2012 previously planned at Rp16.943.990.000.000, 00 (sixteen trillion nine hundred forty-three billion nine hundred and ninety million rupiahs).

Section (2)

Self-explanatory

Section (3)

Self-explanatory

Section (4)

Self-explanatory

Number 12

Article 11

Seed subsidy in the Budget Year 2012 previously planned at Rp279.860.544.000, 00 (two hundred seventy-nine billion eight hundred sixty million five hundred and forty-four thousand rupiahs).

Number 13

Article 12

Subsidy in the context of *Public Service Obligation* (PSO) in the Budget Year 2012 previously planned at Rp2.151.393.429.000, 00 (two trillion one hundred fifteen billion three hundred ninety-three million four hundred and twenty-nine rupiahs) of which consists of:

1. PSO for the economy class train passengers as much as Rp770.128.958.000, 00 (seven hundred seventy billion one hundred twenty-eight million nine hundred and fifty-eight thousand rupiahs);
2. PSO for the economy class ship passengers as much as Rp1.024.000.000.000, 00 (one trillion twenty-four billion rupiahs);
3. PSO for the community, the users of out-of-town branch post office [KCLK] as much as Rp272.465.000.000, 00 (two hundred seventy-two billion four hundred and sixty-five million rupiahs);
4. PSO for public information as much as Rp84.779.444.000, 00 (eighty-four billion seven hundred seventy-nine million four hundred forty-four thousand rupiahs).



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 18 -

Number 14

Article 13

Credit program interest subsidy in the Budget Year 2012 previously planned at Rp1.234.402.000.000, 00 (one trillion two hundred thirty-four billion four hundred and two million rupiahs).

Number 15

Article 14

Borne-by-Government Tax (DTP) estimated at Rp4.263.360.000.000, 00 (four trillion two hundred sixty-three billion three hundred and sixty million rupiahs) of which consists of:

1. Borne-by-Government Income Tax sum of Rp3.663.360.000.000, 00 (three trillion six hundred sixty-three billion three hundred and sixty million rupiahs); and
2. Import duty facility sum of Rp600.000.000.000, 00 (six hundred billion rupiahs).

Number 16

Article 15

Section (1)

The payment of subsidy based on the realization in current year should be reported to the Central Government Financial Report [LKPP] 2012.

Section (2)

Self-explanatory

Number 17

Article 15A

Self-explanatory

Article 15B

Self-explanatory

Number 18

Article 18

Point a

Self-explanatory

Point b

Self-explanatory

Point c



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 19 -

Area beyond the other affected area map shall be the area that is determined in according to the result of study.

Payment for the land and building purchase on the Area beyond the other affected area map shall be for the payment of down payment as much as 20% (twenty percent).

Number 19

Article 20

Self-explanatory

Number 20

Article 23

Section (1)

Point a

Optimization result means excesses result or remaining fund obtained after the implementation and/ or the execution of the contract of an activity whose targets have achieved. Then, the excesses result or the remaining fund can be utilized to increase the target or other activities within the same program.

Point b

The change of expenditure budget of which originates from PNBPN means the excess of revenue realization of which is targeted in APBN. The increasing of revenue could be utilized by the producing state ministry/ institution in accordance with the provision of the applied utilization permit.

Point c

The change of project loan ceiling and foreign grant and domestic loan and grant (PHDN) means the increase of ceiling due to continuing of project loan and foreign grant or project loan and domestic grant whose nature is plural year and/ or the acceleration of the withdrawal of project loan and foreign grant that has been approved for the purpose of optimization of the utilization of project loan and foreign grant, and domestic loan and grant.



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 20 -

The change of project loan ceiling and foreign grant and domestic loan and grant includes the forwarding foreign or domestic loan and grant of which is accepted after the Amendment of State Revenue and Expenditure Budget of the Budget Year 2012 is set.

The change of project loan ceiling and foreign grant and domestic loan and grant excludes new project loan that have not been allocated in APBN 2012 as well foreign/ domestic loan and grant of which is not the continuance of the plural year's project.

Point d

Self-explanatory

Point e

Self-explanatory

Section (2)

Self-explanatory

Section (3)

Self-explanatory

Section (4)

Self-explanatory

Section (5)

“The implementation shall be reported through the Central Government Financial Report [LKPP] Year 2012” means reporting the changes/ shifts expenditure budget of the Central Government that conducted during 2012 after the Amendment APBN of the Budget Year 2012 to the House of Representatives.

Number 21

Article 26

Section (1)

Self-explanatory

Section (2)



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 21 -

Balancing fund previously planned at Rp399.985.581.064.000, 00 (three hundred ninety-nine trillion nine hundred eighty-one billion five hundred eighty-one million and sixty-four thousand rupiahs).

Section (3)

Special autonomy and adjustment fund previously planned at Rp70.423.877.528.000, 00 (seventy trillion four hundred twenty-three billion eight hundred seventy-seven million five hundred and twenty-eight thousand rupiahs).

Number 22

Article 27

Section (1)

Self-explanatory

Section (2)

DBH previously planned at Rp100.055.194.861.000, 00 (one hundred trillion fifty-five billion one hundred ninety-four million eight hundred and sixty-one thousand rupiahs).

Section (3)

DAU previously planned at Rp273.814.438.203.000, 00 (two hundred seventy-three trillion eight hundred fourteen billion four hundred thirty-eight million two hundred and three thousand rupiahs).

Section (4)

Self-explanatory

Section (5)

DAK previously planned at Rp26.115.948.000.000, 00 (twenty-six trillion one hundred fifteen billion nine hundred and forty-eight million rupiahs).

Section (6)

Self-explanatory

Section (7)

Self-explanatory

Section (8)

Self-explanatory

Section (9)

Self-explanatory



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 22 -

Section (10)

Self-explanatory

Section (11)

Balancing fund previously planned at Rp408.532.055.705.000, 00 (four hundred eight trillion five hundred thirty-two billion fifty-five million seven hundred and five thousand rupiahs) of which consists of:

	Previously	Become
1. Revenue Sharing Fund (DBH)	100.055.194.861.000,00	108.421.669.502.000,00
a. DBH Tax	54.371.640.575.000,00	51.675.819.289.000,00
(1) DBH Income Tax	18.962.206.000.000,00	21.641.270.650.000,00
– Income Tax Article 21	17.839.038.000.000,00	17.839.038.000.000,00
– Income Tax Article 25/ 29 Individual	1.123.168.000.000,00	1.123.168.000.000,00
– Deficiency payment of DBH of the Budget Year 2008 up to 2011	0,00	2.679.064.650.000,00
(2) DBH Property Tax (PBB)	33.968.614.415.000,00	28.149.847.639.000,00
– Pure Property Tax DBH	33.968.614.415.000,00	28.149.847.639.000,00
– Deficiency payment of DBH PBB of the Budget Year 2009 up to 2011	0,00	48.992.300.000,00
(3) DBH Tobacco excise (CHT)	1.440.820.160.000,00	1.645.887.950.000,00
– Pure Tobacco Excise (CHT)	1.440.820.160.000,00	1.597.162.600.000,00
– Deficiency payment of DBH CHT of the Budget Year 2010	0,00	48.725.350.000,00
(4) Deficiency payment of DBH BPHTB of the Budget Year 2010	0,00	238.813.050.000,00
b. DBH Natural Resources (SDA)	45.683.554.286.000,00	56.745.850.213.000,00
(1) DBH Oil & Gas (DBH Migas)	32.276.110.000.000,00	41.695.764.350.000,00
– Petroleum	18.085.860.000.000,00	23.381.320.000.000,00
– natural gas	14.217.250.000.000,00	14.476.470.000.000,00
– Deficiency payment of DBH Migas of the Budget Year 2011	0,00	3.873.974.350.000,00
(2) DBH General Mining	11.563.157.465.000,00	12.919.296.322.000,00
– Fixed dues	127.117.385.000,00	562.245.782.000,00
– Royalty	11.436.040.071.000,00	11.657.050.240.000,00
– Deficiency payment of DBH General Mining of the Budget Year 2011	0,00	700.000.000.000,00
(3) DBH Forestry	1.537.838.825.000,00	1.700.695.111.000,00
– Natural Resources Fees	963.908.605.000,00	1.043.908.605.000,00
– Forest Utilization Business License Dues	10.040.000.000,00	30.466.636.000,00
– Reforestation fund	563.890.220.000,00	601.849.420.000,00



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 23 -

- Deficiency payment of DBH Forestry of the Budget Year 2010 up to 2011	0,00	24.470.450.000,00
(4) DBH Natural Resources of Fisheries (SDA Fisheries)	120.000.005.000,00	126.476.430.000,00
- Pure DBH Natural Resources of Fisheries	120.000.005.000,00	120.000.080.000,00
- Deficiency payment of DBH SDA Fisheries of the Budget Year 2011	0,00	6.476.350.000,00
(5) DBH Natural Resources of Geothermal Mining (SDA PPB)	186.448.000.000,00	303.618.000.000,00
- Pure DBA SDA PPB	186.448.000.000,00	279/048.000.000,00
- Deficiency payment of DBH SDA PPB of the Budget Year 2010	0,00	24.570.000.000,00
2. General Allocation Fund (DAU)	273.814.438.203.000,00	273.814.438.203.000,00
3. Special Allocation Fund (DAK)	26.115.948.000.000,00	26.115.948.000.000,00
a. education	10.041.300.000.000,00	10.041.300.000.000,00
b. health	3.005.931.000.000,00	3.005.931.000.000,00
c. road infrastructure	4.021.761.000.000,00	4.021.761.000.000,00
d. irrigation infrastructure	1.348.508.000.000,00	1.348.508.000.000,00
e. drinking water infrastructure	502.494.000.000,00	1.348.508.000.000,00
f. sanitation infrastructure	463.651.000.000,00	463.651.000.000,00
g. local government's infrastructure	444.504.000.000,00	444.504.000.000,00
h. marine affairs and fisheries	1.457.119.000.000,00	1.457.119.000.000,00
i. agriculture	1.879.558.000.000,00	1.879.558.000.000,00
j. environment	479.730.000.000,00	479.730.000.000,00
k. family planning	392.257.000.000,00	392.257.000.000,00
l. forestry	489.763.000.000,00	489.763.000.000,00
m. infrastructure and facility of the disadvantage areas	356.940.000.000,00	356.940.000.000,00
n. commerce	345.132.000.000,00	345.132.000.000,00
o. rural electricity	190.640.000.000,00	190.640.000.000,00
p. housing and settlement	191.263.000.000,00	
q. rural transportation	171.385.000.000,00	
r. infrastructure and facility of border areas	121.385.000.000,00	121.385.000.000,00
s. land transportation	131.617.000.000,00	131.617.000.000,00

Number 23

Article 29

Section (1)

Education budget estimated as much as Rp310.847.948.510.000, 00 (three hundred ten



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 24 -

trillion eight hundred forty-seven billion nine hundred forty-eight million five hundred ten thousand rupiahs) of which consists of:

	Previously	Become
1. Education Budget through the expenditure of Central Government	102.518.328.983.800,00	117.232.519.940.800,00
Education Budget on the Ministry/ Institution	102.518.328.983.800,00	117.232.519.940.800,00
(1) Ministry of National Education	64.350.856.443.000,00	77.179.792.707.000,00
(2) Ministry of Religious Affairs	32.007.510.602.000,00	33.485.309.311.000,00
(3) Other Ministry/ Institution	6.159.961.938.800,00	6.567.417.922.800,00
a. Ministry of Finance	88.385.007.000,00	88.385.007.000,00
b. Ministry of Agriculture	43.600.000.000,00	43.600.000.000,00
c. Ministry of Industry	292.400.000.000,00	292.400.000.000,00
d. Ministry of ESDM	66.819.000.000,00	66.819.000.000,00
e. Ministry of Transportation	1.795.495.324.800,00	1.795.495.324.800,00
f. Ministry of Health	1.350.000.000.000,00	1.350.000.000.000,00
g. Ministry of Forestry	41.229.636.000,00	41.229.636.000,00
h. Ministry of Marine and Fishery	230.500.000.000,00	339.955.984.000,00
i. Ministry of Culture and Tourism	215.970.000.000,00	215.970.000.000,00
j. National Land Agency	22.790.740.000,00	22.790.740.000,00
k. Meteorology, Climatology, and Geophysics Agency	18.800.000.000,00	18.800.000.000,00
l. National Nuclear Agency	17.948.000.000,00	17.948.000.000,00
m. Ministry of Youth and Sports	933.500.000.000,00	933.500.000.000,00
n. Ministry of Defense	114.193.736.000,00	114.193.736.000,00
o. Ministry of Manpower and Transmigration	412.800.000.000,00	412.800.000.000,00
p. National Library	264.492.957.000,00	264.492.957.000,00
q. Ministry of Cooperative and SMEs	216.000.000.000,00	216.000.000.000,00
r. Ministry of Communication and Information Technology	36.837.538.000,00	36.837.538.000,00
2. Education Budget through transfer to local government	186.439.486.800.000,00	186.615.428.569.200,00
(1) Portion of education budget of which is allocated in DBH	815.613.542.000,00	815.613.542.000,00
(2) DAK education	10.041.300.000.000,00	10.041.300.000.000,00
(3) Portion of education budget of which is allocated in DAU	113.855.500.000.000,00	113.855.500.000.000,00
(4) Additional Fund for the PNSD Teacher Revenue	2.898.900.000.000,00	2.898.900.000.000,00
(5) Teacher's Professional Allowance [TPG]	30.559.800.000.000,00	30.559.800.000.000,00
(6) Local Incentive Fund	3.285.773.258.000,00	3.285.773.258.000,00



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 25 -

(7) School Operational Assistance	1.387.800.000.000,00	1.387.800.000.000,00
(8) Portion of education budget of which is allocated in special autonomy fund	23.594.800.000.000,00	23.594.800.000.000,00
3. Education Budget through Finance Expenditure	1.000.000.000.000,00	7.000.000.000.000,00
Fund of National Education Development	1.000.000.000.000,00	7.000.000.000.000,00

Section (2)

Self-explanatory

Section (3)

Self-explanatory

Number 24

Article 30

Section (1)

Amount of State expenditure and grant of the Budget Year 2012 previously estimated at Rp1.311.386.679.466.000, 00 (one quadrillion three hundred eleven trillion three hundred eighty-six billion six hundred seventy-nine million four hundred and sixty-six thousand rupiahs), amount of the state expenditure budget of the Budget Year 2012 previously estimated at Rp1.453.406.719.999.000, 00 (one quadrillion four hundred fifty-three trillion four hundred six million nine hundred and ninety-nine thousand rupiahs), as result in the Budget Year 2012 there is a budget deficit as much as Rp124.020.040.533.000, 00 (one hundred twenty-four trillion twenty billion forty million five hundred and thirty-three thousand rupiahs).

Budget deficit of the Budget Year 2012 changes from the previously estimated as much as Rp124.020.040.533.000 (one hundred twenty-four trillion twenty billion forty million five hundred and thirty-three thousand rupiahs) to be estimated at Rp190.105.334.980.000, 00 (one hundred ninety trillion one hundred five billion three hundred thirty-four million nine hundred and eighty thousand rupiahs).

Section (2)

a. Domestic finance previously planned at Rp125.912.297.438.000, 00 (one hundred twenty-five trillion nine hundred twelve billion two hundred ninety-seven four hundred and thirty-eight thousand rupiahs);



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 26 -

b. Net foreign finance previously planned at Rp1.892.265.905.000, 00 (one trillion eight hundred ninety-two billion nine hundred and five million rupiahs).

Section (3)

Budget deficit finance estimated at Rp190.105.334.980.000, 00 (one hundred ninety trillion one hundred five billion three hundred thirty-three million nine hundred and eighty thousand rupiahs) of which consists of:

1. Domestic finance sum of Rp194.531.004.181.000, 00 (one hundred ninety-four trillion five hundred thirty-one billion four million one hundred and eighty-one) of which consists of:

	Previously	Become
a. Domestic Banking	8.497.030.843.000,00	60.561.622.801.000,00
(1) Revenue of installment for forwarding loan	3.980.200.000.000,00	4.387.875.576.000,00
(2) Budget Over Balance [SAL]	5.056.830.843.000,00	56.173.747.225.000,00
b. Domestic Non-Banking	116.965.266.595.000,00	133.969.381.380.000,00
(1) Asset Management Revenue	280.000.000.000,00	280.000.000.000,00
(2) State Securities (nett)	134.596.737.000.000,00	159.596.700.000.000,00
(3) Domestic Loan (nett)	860.000.000.000,00	911.161.538.000,00
a) Disbursement of domestic loan (gross)	1.000.000.000.000,00	1.132.461.538.000,00
b) Payment of the principal domestic loan installment	-140.000.000.000,00	-141.300.000.000,00
(4) Government Investment Fund and State Equity	-17.138.130.405.000,00	-19.265.140.158.800,00
a) Government Investment	-3.299.600.000.000,00	-3.299.600.000.000,00
b) State Equity (PMN)	-6.852.777.405.000,00	-8.992.127.158.000,00
1) PMN to BUMN	-6.000.200.000.000,00	-8.000.200.000.000,00
1) PT.Penjaminan Insfrastuktur Indonesia	-1.000.000.000.000,00	-1.000.000.000.000,00
2) PT Askrindo and Perum Jaskrindo [Kredit Usaha Rakyat]	-2.000.000.000.000,00	-2.000.000.000.000,00
3) Perusahaan Penerbit SBSN Indonesia IV	-100.000.000,00	-100.000.000,00
4) Perusahaan Penerbit SBSN Indonesia V	-100.000.000,00	-100.000.000,00
5) PT Dirgantara Indonesia	-1.000.000.000.000,00	-1.000.000.000.000,00
6) PT.Sarana Multi Infrastruktur	0,00	-2.000.000.000.000,00
7) Strategic BUMN	-2.000.000.000.000,00	-2.000.000.000.000,00
2)PNM to the International		



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 27 -

Financial Institution/ organization	-500.577.405.000,00	-541.927.000.000,00
8) The Islamic Corporation for the Development of Private Sector (ICD)	-8.360.000.000,00	-9.025.000.000,00
9) Asian Development Bank (ADB)	-327.308.813.000,00	-353.344.741.000,00
10) International Bank for Reconstruction and Development (IBRD)	-139.758.192.000,00	-147.759.192.000,00
11) International Finance Corporation (IFC)	-7.550.400.000,00	-8.151.000.000,00
12) International Fund for Agricultural Development (IFAD)	-17.600.000.000,00	-19.000.000.000,00
13) International Development Association (IDA)	0,00	-4.647.225.000,00
3) Other PMN	-352.000.000.000,00	-380.000.000.000,00
14) Asean Infrastructure Fund (AIF)	-352.000.000.000,00	-380.000.000.000,00
c) Revolving Fund	-6.985.753.000.000,00	-7.043.413.000.000,00
1) Revolving Fund Management Agency of the Ministry of Cooperative, Micro, Small, and Medium Business (KUKM)	-500.000.000,00	-557.660.000.000,00
2) Public Service Entity (BLU) Central Housing Finance	-4.709.253.000.000,00	-4.709.253.000.000,00
3) Geothermal Revolving Fund	-876.500.000.000,00	-876.500.000.000,00
4) BLU Toll Road Regulator Board (BPJT)	-900.000.000.000,00	-900.000.000.000,00
(5) National Education Development Fund	-1.000.000.000.000,00	-7.000.000.000.000,00
(6) Underwriting Obligation	-633.340.000.000,00	-633.340.000.000,00
a) Underwriting obligation for PT. PLN [Persero]	623.340.000.000,00	623.340.000.000,00
b) Underwriting obligation for PDAM	-10.000.000.000,00	-10.000.000.000,00

The utilization of SAL as the domestic finance component shall be performed in considering the need of reserve in the early year 2012 whose fund originates from SAL fund of which saved in SAL Account in General Cash Account in Bank Indonesia.

Net State Securities (SBN) is the difference between sum of the issuance and the payment of principal on the due date and repurchase. The issuance of SBN is not only in the currency of Rupiah, but also including the issuance of SBN



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 28 -

in the foreign currencies in international market, both conventional SBN and SBSN (sukuk).

Composition of the amount and type of SBN to be issued, principal payment and repurchase of SBN, shall be further regulated by the government in considering the situation emerging in the market, until the net target of finance of SBN is achieved.

Domestic loan [PDN] shall be the loan originated from the BUMNs, local governments, and local government owned enterprises for financing the activity. Domestic loan (net) shall be the difference between amount of loan disbursement and the payment of principal installment of which has been due.

For the purpose supporting the development of infrastructure sector and other sectors, the Government allocates Government Investment Fund sum of negative Rp3.299.600.000.000, 00 (three trillion two hundred ninety-nine billion and six hundred million rupiahs). It consists of central Government investment sum of negative Rp1.299.600.000.000, 00 (one trillion two hundred ninety-nine billion and six hundred million rupiahs) and the purchase of PT Asahan Alumunium (Inalum) sum of negative Rp2.000.000.000.000, 00 (two trillion rupiahs).

PMN for PT. Penjamin Infrastruktur Indonesia (PT PII) sum of negative Rp1.000.000.000.000, 00 (one trillion rupiahs), shall be used to increase capacity and credibility underwriting, providing positive perception of the investors, as well reducing direct exposure of ABPN toward the claim.

PMN for PT Perusahaan Penerbit SSBN Indonesia IV and V each negative Rp100.000.000, 00 (one million rupiahs) shall be intended for the purpose of supporting the issuance of SBSN.

PMN to PT. Dirgantara Indonesia (PT DI) sum of negative Rp1.000.000.000.000, 00 (one trillion rupiahs) shall be utilized for such as, business restructuring and regeneration of human resources.

PMN to PT Sarana Multi Infrastruktur (PT SMI) sum of negative Rp2.000.000.000.000, 00 (two trillion rupiahs) shall be allocated to address the gaps of the need of infrastructure development finance and encouraging the acceleration of infrastructure development.



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 29 -

PMN to the strategic BUMN sum of negative Rp2.000.000.000.000, 00 (two trillion rupiahs) shall be allocated to encouraging the effort of restructuring and revitalization of the strategic BUMN.

PMN to the International Financial Organization/ Institution sum of negative Rp541.927.158.000, 00 (five hundred forty-one billion nine hundred twenty-seven million one hundred fifty-eight thousand rupiahs) shall be intended for the payment of PMN to the International Financial Organization/ Institutions.

Other PMN sum of negative Rp380.000.000.000, 00 (three hundred billion rupiahs) shall be used for the initial capital contribution for the establishment of ASEAN Infrastructure Fund (AIF); it is used for supporting the infrastructure development in ASEAN countries.

Revolving fund of the Revolving Management Agency of the Ministry of Cooperative Micro Small and Medium Business (LPDB KUMKM) sum of negative Rp557.600.000.000, 00 (five hundred fifty-seven billion and six hundred million rupiahs) shall be utilized as a stimulus to the cooperative, micro, small and medium business in the form of capital strengthening. The additional fund sum of negative Rp57.660.000.000, 00 (fifty-seven billion six hundred and sixty million rupiahs) shall be utilized to support the capital strengthening capital for the fishermen/ fishery sector.

Revolving fund of BLU Center Housing Finance (PPP) sum of negative Rp4.709.253.000.000, 00 (four trillion seven hundred fifty-three billion two hundred and fifty-three million rupiahs) shall be utilized to support the program of liquidity assistance of housing finance for middle income community (MBM), including low income community (MBR).

Geothermal Revolving Fund sum of negative Rp876.500.000.000, 00 (eight hundred seventy-six billion and five hundred million rupiahs) shall be utilized to finance the exploration activity for the development of geothermal power plant whose implementation shall be conducted by the Public Service Entity (BLU) in the field of Government investment.

Revolving fund Public Service Entity of the Toll Road Regulatory Body [BLU BPJT] sum of



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 30 -

negative Rp900.000.000.000, 00 (nine hundred billion rupiahs) shall be utilized to accelerate the procurement of land for 22 toll roads.

National education development fund as much as negative Rp7.000.000.000.000, 00 (seven trillion rupiahs) shall be the part of the budget of which is allocated to establish the educational endowment fund whose objective is to assure the continuity of educational program for the next generation as the form of inter-generation responsibility whose management applies the mechanism of revolving fund, and the reserve fund of education to anticipate the need of rehabilitation of education facilities of which damaging due to natural disaster, which is performed by the education fund management of the Public Service Entity (BLU).

For the purpose of supporting the acceleration of the development of coal-powered-10.000 MW (ten thousand megawatt) power plant by PT.PLN [Persero], the Government provide full guarantee for the obligation loan payment of PT. PLN [Persero] to the creditor banking. Such mentioned government guarantee as much as negative Rp623.340.000.000, 00 (six hundred twenty-three billion three hundred and forty million rupiahs) shall be given on the risk/ possibility of PT.PLN [Persero] incapable to fulfill the payment obligation to the creditor. Such guarantee will be calculated as the Government's loan of which is given to PT.PLN [Persero] in the event such risk/ possibility are realized.

The management and disbursement of underwriting/ guarantee fund on the loan of PT PLN [Persero] shall be further regulated by the Government in accordance with the provision of the applicable law and regulation.

For the purpose of the acceleration of the provision drinking water of which is the basic need of the people by PDAM, the Government provides guarantee as much as 70% [seventy percent] of the obligation of repayment on the credit of PDAM to the banking creditor. Such guarantee fund of the government shall be intended to be provided on the risk/ possibility of PDAM incapable to fulfill the payment obligation to the creditor.

Realization of the payment of guarantee by the Government shall be calculated as loan to the PDAM as much as 40% [forty percent] and 30% [thirty percent] as the burden of the local



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 31 -

government of which could be converted to be loan.

Management and disbursement of guarantee fund on the loan of PDAM mentioned above as much as negative Rp10.000.000.000, 0 (ten billion rupiahs) shall be implemented in accordance with the provision of law and regulation. The disbursement of such fund could be performed upon the approval of the House of Representatives (DPR). Such approval should be granted within no more than twenty-four hours after the disbursement plan is submitted to Budget Board of the House of Representatives (BANGGAR DPR).

2. Net Foreign finance as much as negative Rp4.425.669.201.000, 00 (four trillion four hundred twenty-five billion six hundred sixty-nine million two hundred and one thousand rupiahs) of which consists of:

	Previously	Become
a. Disbursement of Gross Foreign Loan	54.282.379.592.000,00	53.731.053.828.000,00
(1) Program loan	15.257.057.814.000,00	15.603.899.524.000,00
(2) Project loan	39.025.321.778.000,00	38.127.154.304.000,00
– Project loan of the Central Government	30.110.740.933.000,00	29.695.331.275.000,00
– Revenue of forwarding loan	8.914.580.845.000,00	8.431.823.029.000,00
b. Forwarding loan	-8.914.580.845.000,00	-8.431.823.029.000,00
(1) PT Perusahaan Listrik Negara	-6.771.696.153.000,00	-6.771.696.153.000,00
(2) PT. Perusahaan Gas Negara	0,00	-56.864.345.000,00
(3) PT Sarana Multi Infrastruktur	-880.000.000.000,00	-1.000.000.000.000,00
(4) PT.Pertamina (Persero)	-898.436.568.000,00	-65.950.000.000,00
(5) PT Pelabuhan Indonesia II	-160.600.000.0000,00	-160.600.000.0000,00
(6) Provincial Government of DKI Jakarta	-39.600.000.000,00	-39.600.000.000,00
(7) The Municipal Government of Bogor	-124.714.674.000,00	-124.714.674.000,00
(8) The Municipal Government of Sawahlunto	-30.820.000.000,00	-59.596.000.000,00



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 32 -

(9) Municipal Government of Palopo	0,00	-4.781.009.000,00
(10) Municipal Government of Sawah Lunto	0,00	-17.500.000.000,00
(11) The Municipal Government of Banda Aceh	0,00	-35.924.398.000,00
(12) The Regency Government of Morowali	0,00	-19.100.000.000,00
(13) The Municipal Government of Muara Enim	-6.803.650.000,00	-57.317.000.000,00
(14) The Regency Government of Kapuas	-1.909.800.000,00	-18.179.450.000,00
c. The payment installment of foreign principal loan	-47.262.055.652.000,00	-49.724.900.000.000,00

Foreign payment includes the finance of foreign loan but excludes the issuance securities in international market.

The Central Government's project loan includes the project loan of which forwarded to the local government sum of negative Rp1.718.357.682.000,00 (one trillion seven hundred eighteen billion three hundred fifty-seven million six hundred eighty-two thousand rupiahs) to finance the activity of *Mass Rapid Transit* (MRT) sum of Rp1.570.577.628.000, 00 (one trillion five hundred seventy billion five hundred seventy-seven million six hundred and twenty-eight thousand rupiahs) and Water Resources and Irrigation System Management Project – APL 2 (WISMP – 2) sum of Rp147.780.000.000, 00 (one hundred forty-seven billion seven hundred and eighty million rupiahs).

The forwarding loan as much as negative Rp8.431.823.029.000, 00 (eight trillion four hundred thirty-one billion eight hundred twenty-three million and twenty-nine thousand rupiahs) has been included the Advanced DIPA of the Budget Year 2012 on the remain budget of forwarding loan of which is not absorbed in the Budget Year 2011 as much as negative Rp3.318.987.009.000, 00 (three trillion three



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 33 -

hundred eighteen billion nine hundred eighty-seven million and nine thousand rupiahs).

Number 25

Article 38

Section (1)

Self-explanatory

Section (2)

Self-explanatory

Section (3)

Self-explanatory

Section (3a)

Self-explanatory

Section (4)

The changes of debt payment instruments include the change of SBN (net), domestic loan disbursement, and/ or foreign loan disbursement. Foreign loan disbursement includes the disbursement of project loan and program loan.

In the event that the domestic/ foreign loan is not available, it could be replaced with the issuance of SBN or otherwise without results the change on total debt finance.

Section (5)

Self-explanatory

Section (6)

Self-explanatory

Number 26

Article 43

Section (1)

Point a

Growth, in this provision, means the lowest projection of economic growth 1% (one percent) below the assumption and/ or other projection of other macroeconomics indicator experiences the lowest deviation as much as 10% (ten percent) from its assumption, except *lifting* prognosis indicator with the lowest deviation 5% (five percent).

Point b



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 34 -

Systemic crisis, in this provision, means the condition of financial system of which consists of financial institutions and financial market, including domestic market of SBN of which have been failed to implement its function and roles effectively in the national economy, it could be showed through worsening various economic and financial indicators, which could be in the form of the difficult of liquidity, solvability problems, and / or the decline in trust of the public to the financial system.

Point c

The increase of debt cost of which originates from the increase of SBN's yield shall be the increase of SBN's yield occurred significantly that resulted crisis in the market of SBN, which is set by the Finance Minister based on the parameter of Crisis Management Protocol [CMP] of the SBN market.

Such emergency condition results prognosis revenue of the state of which originates from taxation revenue and non-tax revenue (PNBP), and the existence of the additional state liability burden from the payment of principal loan and interest, Oil Fuel subsidy, electricity subsidy, as well other expenditures.

Section (1a)

Self-explanatory

Section (1b)

Self-explanatory

Section (2)

Self-explanatory

Section (3)

In this provision, "*Due to some matter and another matters, the Government could take measures*" means when the Budget Board has not been able to conduct working meeting, and/ or to make a conclusion in the working meeting, within twenty-four hours since the proposal is



PRESIDENT
OF THE REPUBLIC OF INDONESIA

- 35 -

submitted by the Government to the House of
Representatives (DPR).

Section (4)
Self-explanatory

Number 27

Article 43A

The expenditure exceeds the ceiling budget could be
resulted from:

1. The occurred macroeconomic condition is not
accordance with the predicted condition in the
arrangement of State Revenue and Expenditure
Budget (APBN);
2. Impact from the debt restructuring in the context of
debt portfolio management; and
3. Impact from the acceleration of loan disbursement

Article II

Self-explanatory

SUPPLEMENT OF THE STATE GAZETTE OF THE REPUBLIC OF INDONESIA
NUMBER 5303