

**REGIONAL REGULATION OF SIDOARJO REGENCY
NUMBER 1 OF 2025**

ON

REGIONAL GOVERNMENT-OWNED COMPANY BANK PEREKONOMIAN
DELTA ARTHA

BY THE BLESSING OF ALMIGHTY GOD

REGENT OF SIDOARJO

CONSIDERING:

- a. that PT Bank Perkreditan Rakyat Delta Artha (Perseroda) is a Regional Government-Owned Enterprise of Sidoarjo Regency engaged in the banking sector, which plays a role in advancing the regional economy through fund collection, distribution, and other activities in accordance with its business scope;
- b. that under Law Number 4 of 2023 on the Development and Strengthening of the Financial Sector, the nomenclature of 'Bank Perkreditan Rakyat' has been changed to 'Bank Perekonomian Rakyat', therefore the Regional Regulation of Sidoarjo Regency Number 8 of 2021 on PT Bank Perkreditan Rakyat Delta Artha (Perseroda) is no longer in accordance with the prevailing laws and regulations and must be replaced;
- c. that in order to implement the provisions of Law Number 4 of 2023 on the Development and Strengthening of the Financial Sector and to improve performance, governance, business development, as well as effectiveness and efficiency in the management of PT Bank Perkreditan Rakyat Delta Artha (Perseroda) as a Regional Government-Owned Enterprise of the Government of Sidoarjo Regency to advance the regional economy, it is necessary to change the nomenclature of PT Bank Perkreditan Rakyat Delta Artha (Perseroda) to Regional Regional Government-Owned Enterprise Bank Perekonomian Rakyat Delta Artha;
- d. that based on the considerations referred to in point a, b, and c, and in order to implement the provisions of Article 314 point c of Law Number 4 of 2023 on the Development and Strengthening of the

Financial Sector, it is deemed necessary to stipulate a Regional Regulation concerning the Regional Company Limited Bank Perekonomian Rakyat Delta Artha.

Observing

1. Article 18 paragraph (6) of the 1945 Constitution of the Republic of Indonesia;
2. Law Number 12 of 1950 on The Establishment of Regencies within the Province of East Java, as amended by Law Number 2 of 1965;
3. Law Number 7 of 1992 concerning Banking, as amended several times, most recently by Law Number 6 of 2023;
4. Law Number 40 of 2007 on Limited Liability Companies, as amended by Law Number 6 of 2023;
5. Law Number 12 of 2011 on the Formation of Laws and Regulations, as amended by Law Number 13 of 2022;
6. Law Number 23 of 2014 concerning Regional Government, as amended by Law Number 6 of 2023;
7. Law Number 4 of 2023 on The Development and Strengthening of the Financial Sector;
8. Government Regulation Number 54 of 2017 concerning Regional Government-Owned Enterprises;
9. Regulation of The Minister of Home Affairs of The Republic of Indonesia Number 80 of 2015 concerning the Establishment of Regional Legal Products, as amended by Minister of Home Affairs Regulation Number 120 of 2018;
10. Regulation of The Minister of Home Affairs of The Republic of Indonesia Number 21 of 2024 on the Management of Regional Government-Owned People's Economy Banks and Regional Government-Owned Sharia People's Economy Banks;
11. Regulation of Financial Services Authority Number 7 of 2024 on People's Economy Banks and Sharia People's Economy Banks.

With the Joint Approval of
THE REGIONAL HOUSE OF REPRESENTATIVES OF THE REGENCY OF
SIDOARJO and REGENT OF SIDOARJO HAS DECIDED:

To issue:
REGIONAL REGULATION ON REGIONAL GOVERNMENT-OWNED
COMPANY BANK PEREKONOMIAN DELTA ARTHA

CHAPTER 1

GENERAL PROVISIONS

Article 1

In this Regional Regulation:

1. Region means Sidoarjo Regency.
2. Regional Government means the Government of Sidoarjo Regency.
3. Regent means the Regent of Sidoarjo.
4. Perusahaan Perseroan Daerah or Perseroda, means a Regional Government-Owned Enterprise in the form of a limited liability company whose capital is divided into shares, at least 51 % (fifty-one percent) of which are owned by a region.
5. Limited Liability Company, hereinafter abbreviated as PT, means a legal entity constituting a capital partnership, established under an agreement, conducting business activities with an authorized capital divided entirely into shares and fulfilling the requirements stipulated in Law Number 40 of 2007 on Limited Liability Companies and its implementing regulations.
6. Regional Government-Owned Company Bank Perekonomian Rakyat Delta Artha, hereinafter referred to as PT BPR Delta Artha (Perseroda), means a Regional Government-Owned Enterprise of Sidoarjo Regency in the form of a Limited Liability Company engaged in the banking sector and established pursuant to the provisions of laws and regulations.
7. General Meeting of Shareholders (GMS) means the organ of PT BPR Delta Artha (Perseroda) having authority not granted to the Board of Directors or the Board of Commissioners within the limits specified under Law Number 40 of 2007 on Limited Liability Companies and/or the Articles of Association.
8. Commissioner means the organ of PT BPR Delta Artha (Perseroda) which is responsible with conducting general and/or specific supervision in accordance with the Articles of Association and providing advice to the Board of Directors.
9. Board of Directors means the organ of PT BPR Delta Artha (Perseroda) authorized and fully responsible for the management of the company for its interests, in accordance with its purposes and objectives, and representing it both inside and outside the court pursuant to the Articles of Association.

10. Capital means assets in the form of money or other non-monetary forms owned by investors having economic value.
11. Articles of Association means the Articles of Association of PT BPR Delta Artha (Perseroda).

CHAPTER II

LEGAL BASIS OF ESTABLISHMENT, NAME, AND REGISTERED OFFICE

Article 2

- 1) The company established under Regional Regulation Number 39 of 1998 on the Regional Company Bank Perkreditan Rakyat of Sidoarjo Level II Regency shall continue its existence under this Regional Regulation.
- 2) The nomenclature of PT Bank Perkreditan Rakyat Delta Artha (Perseroda) shall be changed to Regional Government-Owned Bank Perekonomian Rakyat Delta Artha, hereinafter referred to as PT BPR Delta Artha (Perseroda).

Article 3

- 1) PT BPR Delta Artha (Perseroda) domiciled and have its head office within the Region, and may establish branch offices, cash offices, or other offices as determined in the Business Plan in accordance with the provisions of the applicable laws and regulations.
- 2) The establishment and/or opening of branch offices, cash offices, or other offices as referred to in paragraph (1) shall be stipulated in the Articles of Association and subsequently submitted for approval to the Financial Services Authority (OJK).

CHAPTER III

PURPOSE AND OBJECTIVES

Article 4

The establishment of PT BPR Delta Artha (Perseroda) is intended to:

- a. pursue the highest possible profit based on principles of effective and efficient corporate management and sound financial administration;

- b. develop and explore business potentials as determined by the General Meeting of Shareholders (GMS); and
- c. increase the regional revenue (PAD).

Article 5

The establishment of PT BPR Delta Artha (Perseroda) shall have the following objectives:

- a. provide benefits for the development of the regional economy;
- b. expand financial access to the community;
- c. promote effective, efficient, and productive financing for micro, small, and medium enterprises in accordance with the provisions of laws and regulations;
- d. deliver public benefit through the provision of quality banking services to meet the needs of the community, in accordance with the conditions, characteristics, and potential of the Region, based on good corporate governance; and
- e. generate profit and/or gain.

CHAPTER IV BUSINESS ACTIVITIES

Article 6

- 1) To achieve the objectives as referred to in Article 4 paragraph (2), PT BPR Delta Artha (Perseroda) shall conduct the following business activities:
 - a. collect funds from the public in the form of savings and time deposits and/or other equivalent forms;
 - b. distribute funds in the form of loans or financing;
 - c. carry out fund transfer activities, either for its own interests or on behalf of customers;
 - d. place funds in other banks, borrow funds from other banks, or lend funds to other banks;
 - e. conduct foreign exchange transactions;
 - f. invest in supporting institutions of Regional Government-Owned Banks in accordance with the limitations set forth in provisions of the applicable laws and regulations;

- g. engage in cooperation with other financial service institutions and with non-financial institutions in providing financial services to customers;
 - h. conduct receivables transfer activities; and/or
 - i. carry out other activities subject to the approval of the Financial Services Authority.
- (2) In addition to the business activities referred to in paragraph (1), PT BPR Delta Artha (Perseroda) may also:
- a. collect funds from the Regional Government, village governments, regional government-owned enterprises, and regional public service agencies in the form of time deposits, savings, and/or other equivalent forms;
 - b. optimize programs and activities in banking services in accordance with provisions of the applicable laws and regulations;
 - c. distribute People's Business Credit and Regional People's Business Credit; and
 - d. assist village governments in performing the function of village treasurer and as a distributor the allocations of village fund and customary village funds as appointed by the Regent, in accordance with provisions of the applicable laws and regulations.
- (3) Further provisions regarding the detailed business activities as referred to in paragraphs (1) and (2) shall be regulated in the Articles of Association.

CHAPTER V

DURATION OF ESTABLISHMENT

Article 7

PT BPR Delta Artha (Perseroda) shall be established for an indefinite period, which must be stipulated in its Articles of Association.

CHAPTER VI

CAPITAL

Article 8

- 1) The authorized capital of PT BPR Delta Artha (Perseroda) shall consist of the total nominal value of its shares.
- 2) The authorized capital as referred to in paragraph (1) shall amount to IDR 138,000,000,000 (one hundred and thirty-eight billion rupiah).

- 3) At least 95% (ninety-five percent) of the authorized capital of PT BPR Delta Artha (Perseroda) as referred to in paragraph (2) shall be owned by the Regional Government.
- 4) From the authorized capital as referred to in paragraph (2), the paid-up capital shall consist of:
 - a. Regional Government in the amount of IDR 32,775,000,000 (thirty-two billion seven hundred seventy-five million rupiah); and
 - b. Other Parties in the amount of IDR 1,725,000,000 (one billion seven hundred twenty-five million rupiah).
- 5) The shares owned by other parties as referred to in paragraph (4) shall not exceed 5% (five percent).
- 6) Any amendment to the authorized capital of PT BPR Delta Artha (Perseroda) as referred to in paragraph (4) shall be in accordance with provisions of the applicable laws and regulations.

Article 9

- 1) Capital participation by the Regional Government in PT BPR Delta Artha (Perseroda) shall be enacted in a Regional Regulation on Capital Participation.
- 2) The capital participation as referred to in paragraph (1) shall be made for the purpose of capital increase to:
 - a. support business development;
 - b. strengthen capital structure; and
 - c. carry out assignments from the Regional Government.

CHAPTER VII TRANSITIONAL PROVISIONS

Article 10

- 1) The organs, rights, obligations, and all forms of agreements related to the nomenclature of PT Bank Perkreditan Rakyat Delta Artha (Perseroda) that existed prior to the enactment of this Regional Regulation shall be deemed equivalent to PT Bank Perekonomian Rakyat Delta Artha (Perseroda) as referred to in this Regional Regulation.
- 2) The Board of Directors shall carry out the administrative process of adjusting the nomenclature from PT Bank Perkreditan Rakyat Delta Artha (Perseroda) to PT Bank Perekonomian Rakyat Delta Artha (Perseroda) in accordance with the provisions of laws and regulations.

- 3) During the adjustment process as referred to in paragraph (1), PT Bank Perkreditan Rakyat Delta Artha (Perseroda) shall continue to operate under its existing name, letterhead, and seal in accordance with its current license, until the new business license under the new name is obtained and the Deed of Amendment to the Articles of Association is ratified by the competent authority.
- 4) The existing Commissioners and Directors of PT Bank Perkreditan Rakyat Delta Artha (Perseroda) shall continue to perform their duties until the end of their term of office.
- 5) All regulations, decisions, agreements, cooperation, and/or any matters conducted under or in the name of PT Bank Perkreditan Rakyat Delta Artha (Perseroda) shall remain valid during the adjustment process and shall be read and interpreted as PT BPR Delta Artha (Perseroda).

CHAPTER VIII CLOSING PROVISIONS

Article 11

Upon the entry into force of this Regional Regulation, Regional Regulation of Sidoarjo Regency Number 8 of 2021 on PT Bank Perkreditan Rakyat Delta Artha (Perseroda) is hereby repealed and declared null and void.

Article 12

This Regional Regulation shall come into force on the date of its promulgation. In order that everyone may know of it, the promulgation of this Regional Regulation shall be ordered by placing it in the Regional Gazette of Sidoarjo Regency.