

## **BRI's Involvement in the Indonesian Financial Institutions Association**

### **Definition:**

The Indonesian Chamber of Commerce and Industry (Indonesian: Kamar Dagang dan Industri Indonesia or KADIN) provides coaching, communication, information, representation, consultation, facilitation, and advocacy for all Indonesian entrepreneurs, including state-owned, cooperative, and private businesses. The associations listed in this document are registered and recognized by KADIN, and BRI is a member of the association.

### **Scope:**

Associations registered in Indonesian Chamber of Commerce and Industry (KADIN)

### **Commitment:**

BRI recognizes the need to slow global warming to mitigate the effects of climate change. One of the efforts that may be done to slow global warming is to manage greenhouse gas (GHG) emissions. To demonstrate its sincerity in reducing GHG emissions, BRI has committed to achieving the Net Zero Emission (NZE) target in 2050, as outlined in the Science Based Target Initiatives (SBTi). This commitment is in line with the Paris Agreement's target of reducing global warming to 1.5 degree Celsius.

Achieving the NZE target necessitates the participation and support of a variety of parties, including business players, academia, non-governmental organizations (NGOs), the government, and regulators. As Indonesia's first financial institution to commit to achieving the NZE target through Science Based Target Initiatives (SBTi), BRI actively supports and participates in associations which encourage industry to implement climate change mitigation initiatives. On the other hand, the Republic of Indonesia's Ministry of Trade established KADIN, which may be utilized for communication, information, representation, consultancy, and advocacy by Indonesian business players. BRI now belongs to one of the KADIN-registered associations, the Association of Indonesian National Banks (Indonesian: Perhimpunan Bank-Bank Nasional Indonesia) or PERBANAS.

BRI, as a member or member of a KADIN-registered association, actively undertakes climate change policy evaluations in order to fit with the spirit of prevention. The evaluation findings at PERBANAS reveal that the organization's policies are consistent with climate change prevention actions agreed under the Paris Agreement.

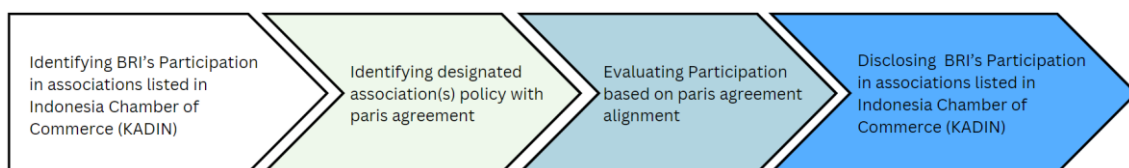
### **Management System:**

- Each new association participation registered with KADIN, BRI ensures that the association's aims are in line with the Paris Agreement's aim of reducing global warming.
- BRI designates a representative or work unit to manage or represent BRI's involvement in the association.
- Conducting discussion and communicating with the association.
- Ensure that the association's policies and initiatives do not contradict with the outcomes of the Paris Agreement.
- Conducting a participant review if it is demonstrated that there are association strategies and policies that clash with the aims of the Paris Agreement.

### **Review and Monitoring System:**

BRI conducts a variety of steps when reviewing and monitoring participation in an association to verify the association's aims and policies are in line with the Paris Agreement's objectives. The procedure begins with an examination of the association's publications, followed by discussion and, if required, surveys. BRI takes a neutral stance on political issues and does not engage in lobbying for public policy on a national or global scale.

### **Review and Monitoring Process:**



### **Handling System for Inconsistent Climate Positions:**

If association policies contradict climate change mitigation action, BRI, as a member, will encourage the association to make changes. Then, compare the results of the policy change to the goals of the Paris Agreement. If the association's policy is not adjusted to align with the objectives of the Paris Agreement, BRI has the right to terminate membership in the association.

**Accountability System:**

BRI frequently publishes sustainability reports that align with the Paris Agreement, demonstrating its commitment to mitigating climate change impacts.

**Appendix: BRI associations that are registered with KADIN and comply with the Paris Agreement.**

<b>Association Name</b>	<b>Registered in KADIN</b>	<b>Comply with the paris agreement</b>
Perhimpunan Bank-Bank Nasional Indonesia (PERBANAS)	Yes	Yes