

H. Ikhwan Abidin, MA

Chairman of Sharia Supervisory Board





Chairman OF SHARIA SUPERVISORY BOARD REPORT

The Sharia Supervisory Board has successfully integrated sharia principles into all of the Bank's that continue to faithfully empowering millions of inclusive communities in Indonesia.



Bismillahirrahmanirrahim

Assalamualaikum Warahmatullahi Wabarakatuh

We praise Allah SWT, the ultimate deity of nature. Blessings and salutations upon our leader, Prophet Muhammad SAW, his family, companions, and devoted followers.

Alhamdulillah, we have made it through the tumultuous year of 2023. The uneven economic recovery has left a lasting impact on our inclusive customers, who still need time to recover. Meanwhile, banks are expected to maintain optimal performance as they work towards creating a sharia-compliant digital ecosystem for an inclusive society. Despite these challenges, we see that the Bank remains committed to empowering and upholding human values through business practices that align with sharia principles.

However, out in the field, we witness dedicated #bankirpemberdaya supporting disadvantaged customers as a testament to the Bank's unwavering dedication to fostering direct connections and communication between individuals. We commend the Bank for promoting digital fluency that caters to the capabilities and needs of inclusive communities. Our belief is that humanitarian principles, rooted in sharia values, will always be the backbone of the Bank, regardless of how advanced technology may become.

The bonds of friendship, unity, and mutual cooperation forged through regular meetings at the centers align with the gracious teachings of Islam. Through this distinct business model, the Bank serves as a conduit for those who have means to aid underprivileged groups in achieving their aspirations. The Bank opens doors to financial resources for individuals who have never had access to banking services before, particularly capital, based solely on their abilities and reputation within their community. Moreover, the bank offers support through bi-weekly meetings and provides simplified financial education for easy comprehension.

Underprivileged customers are gradually and steadily growing and developing, managing their businesses with success thanks to productive rotating funds provided by #bankirpemberdaya. With the consistent support of #bankirpemberdaya, these once underprivileged funding customers now lead better lives and serve as inspirations for their communities. As their businesses grow, so does their recurring financing support and sustainable profit sharing. Apart from economic benefits, Bank products also promote an inclusive society and a more prosperous life.



The loyalty between the Bank and its customers, including #bankirpemberdaya who strives to empower others, inclusive customers who are loyal to the Bank, as well as funding customers who believe in our products and services, is a reflection of how businesses can succeed while adhering to sharia values.

We commend the Bank's efforts in accompanying customers through 2023, a challenging task. We ensure that all products and services offered by the Bank align with sharia principles, without any elements of usury or haram. Our guidance has also been instrumental in helping the BTPN Syariah Ventura subsidiary align their products, services, and standard operational procedures with sharia principles.

As we continue to evolve, we regularly evaluate our implementation in the field and make necessary adjustments. Before launching any new products, we thoroughly review them to ensure they comply with sharia principles. Additionally, we conduct field tests after launch to monitor customer implementation and gather feedback for future consideration. In 2023, we carried out 7 sampling tests in Bandung, Mataram, Makassar, Solo, Aceh and Madura, taking into account the dynamics of each community.

In the ever-evolving landscape of information technology, we strive to consistently engage in discussions with relevant teams. The Sharia Supervisory Board is expected to remain mindful of the extraordinary dynamics in the field of technology capable of altering societal lifestyles. We also keep abreast of the latest OJK policies regarding Islamic banking and consistently coordinate with the National Sharia Board-Indonesian Ulama Council (DSN-MUI). We consistently provide guidance to ensure that the technology used by the bank always adheres to Sharia principles and legal aspects, thus minimizing the potential for misuse or criminal activities. We also provide guidance to ensure that technological aspects in the bank's business processes do not replace the sense of togetherness

and emotional bonds that have been established between the bank and its customers. Nevertheless, the culture of gathering inclusive customers remains a distinctive value of the bank. Therefore, the technology used by the bank must be implemented in line with the culture and wisdom of BTPN Syariah.

We are committed to having all Bank products and services comply with sharia principles by December 31, 2023. Through monthly Sharia Supervisory Board meetings, the Sharia Supervisory Board has provided 20 sharia opinions on the Bank's products and services. These opinions are based on explanations from relevant Bank officials and reviews of their compliance with DSN-MUI Fatwa. In addition, we conduct regular visits to Branch Offices throughout 2023, oversee fund collection and distribution activities, and ensure that all Bank services align with sharia principles.

By offering products and services that align with sharia principles, the Bank aims to spread the teachings of Islam globally. Through direct engagement with inclusive communities, the Bank works towards improving their quality of life. This access to financing also demonstrates the Bank's commitment to the green economy, as ultra-micro financing for customers' essential working capital needs does not contribute to environmental harm or climate change.

With the help of Allah SWT, the Bank will continue to empower inclusive communities, foster a sense of unity among customers, and support the inclusion of all individuals in society towards a better future.

Wabillahitaufik Walhidayah Wassalammu'alaikum Warahmatullahi Wabarakatuh.

H. Ikhwan Abidin, MA
Chairman of Sharia Supervisory Board