Signing of the Bilateral Swap Arrangement between Japan and Indonesia

- 1. The Bank of Japan, acting as the agent for the Minister of Finance of Japan, and Bank Indonesia signed the third Bilateral Swap Arrangement (BSA) on December 12, 2013. The arrangement is an expansion of the current BSA, which almost doubles the size of the facility from 12 billion US dollars to 22.76 billion US dollars. This arrangement also introduces a new feature in the form of a crisis prevention scheme to support potential and/or actual liquidity needs.
- 2. The authorities in Japan and Indonesia hope that the strengthened bilateral financial cooperation will contribute to the stability of financial markets, and further develop growing economic and trade ties between the two countries.