FINANCIAL GOVERNANCE / REPORTING INTEGRITY / BOARD OVERSIGHT

Beyond the Figures.

Financial Reporting Integrity and the New Governance Standard

OJK REGULATION NO. 19 / 2026 | IN FORCE

THE CENTRAL DISTINCTION

Financial reporting integrity is not merely an accounting output. It depends on clear management accountability, effective internal controls and independent oversight.

SECTOR-SPECIFIC RULES | INSURANCE, GUARANTEE AND PENSION FUNDS

GENERAL INFORMATION ONLY. NOT TAX, LEGAL, ACCOUNTING OR OTHER PROFESSIONAL ADVICE.

THE REGULATORY PERIMETER

A sector-specific rule.
A wider governance message.

OJK Regulation No. 19/2026 addresses financial reporting integrity in the insurance, guarantee and pension-fund sectors (PPDP). Its requirements should not be read as obligations imposed on all Indonesian companies.

PROMULGATED	OJK PUBLIC ANNOUNCEMENT
26 OCTOBER 2026	23 NOVEMBER 2026

01 WHO IS COVERED

Insurance and reinsurance entities, guarantee institutions, pension funds, and specified related or special institutions.

ARTICLE 2

02 WHAT IS CHANGING

Integrity requirements extend beyond financial statements to the governance process used to prepare and review them.

ARTICLES 3-7

RDJ perspective: This is an industry-specific governance regulation - not a new general accounting standard or tax-rate measure.

THE GOVERNANCE ARCHITECTURE

Four safeguards.
One standard of trust.

POJK 19/2026 reinforces the reliability of financial information through interlocking duties across management, controlling shareholders, employees and oversight functions.

01

NO MANIPULATION OR UNDUE INTERVENTION

Certain governance actors must not manipulate, misstate or improperly influence the reporting process.

ARTICLE 4

02

CONTROL FRAMEWORK AND SYSTEMS

Companies must establish internal-control policies and supporting information systems proportionate to their business.

ARTICLE 5

03

FRAUD PREVENTION AND CAPABILITY

A dedicated function or designated executive is required, alongside competent financial-reporting personnel.

ARTICLES 6-7

04 ACCOUNTABILITY & OVERSIGHT

Management responsibility, board supervision and audit-committee monitoring remain central to reporting integrity.

IMPLEMENTATION ROADMAP

A transition in stages.

Not all duties start together.

For entities already licensed before promulgation, the regulation provides transitional periods for specified organisational, control and reporting obligations.

WITHIN 6 MONTHS

Set and approve internal-control policies and establish a fraud-prevention unit or designate the responsible executive.

AT 9 MONTHS

Specified implementation and reporting duties commence, including internal controls and associated governance reports.

31 DECEMBER 2028

Deadline for qualified financial-reporting preparers, with initial reporting requirements following the prescribed timetable.

Timing is measured from promulgation on 26 October 2026 and subject to the regulation's transitional provisions.

BOARDROOM AND FINANCIAL PERSPECTIVE

Reliable numbers.
Defensible decisions.

The regulatory requirements are confined to covered PPDP entities. Beyond that perimeter, they also illustrate a broader principle: confidence in financial information rests on governance quality.

01

BUSINESS TRUST

Credible financial information supports policyholders, participants, business partners and regulators.

02

RISK AND CONTROL

Clear control ownership helps manage misstatement, fraud and supervisory exposure.

03

CORPORATE FINANCE

Robust reporting processes can strengthen financing discussions, valuation analysis and transaction due diligence.

RDJ view: The commercial value of reporting integrity is an analytical implication, not a separate legal obligation under POJK 19/2026.

THE RDJ PERSPECTIVE

The report is the result. Governance is the process.

POJK No. 19/2026 places financial reporting integrity within a structure of responsibility, controls, independent judgment and regulatory oversight.

FOUR BOARDROOM QUESTIONS

01 Who owns the quality and completeness of financial information?

02 Are internal controls proportionate to the entity's complexity?

03 Can reporting remain independent from undue shareholder influence?

04 Are governance responsibilities documented and evidenced?

PRIMARY REFERENCE

OJK Regulation No. 19 of 2026, on the Integrity of Financial Reporting of Insurance Companies, Guarantee Institutions, Pension Funds and Special Institutions in these sectors.

OJK public announcement: 23 November 2026 | ojk.go.id

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