

The Strategic Investment Action Plan (SIAP)

I Tax/Customs

- Establishing/Strengthening Self Assessment System (*)
 - Reforming VAT system for export promotion
 - Strengthening the protection of taxpayers' rights
 - Promoting transparency and disclosure for tax administration
 - Reforming tax system to reduce real business cost
 - Reforming tax system to promote human exchange
 - Continuing dialogue on tax
 - Reducing administrative obstacles to speed up custom clearance (*)
 - Improving work ethic
 - Socializing new regulation/law and its interpretation (*)
 - Improving EDI system and On-line DGCE official website (*)
 - Enhancing effectiveness of bonded warehouse
 - Enhancing transparency and fairness
 - Other issues indirectly related to custom activities
- (*) JICA cooperation is expected for some of the projects.

II Labor

- Reviewing the Labor Law and regulations to ensure competitiveness of private companies (*)
 - Enforcing the Industrial Relations Dispute Settlement Law properly to solve the disputes quickly and fairly (*)
 - Promoting social system (s) (vocational training, job placement and national certification system) to create fair, flexible and productive labor market (*)
 - Simplifying the procedure to obtain business visa for smooth business activities by expatriates
 - Establishing the practical social security program
- (*) JICA cooperation is expected for some of the projects.

III Infrastructure

- Enacting a regulatory and policy reform to encourage private investment
 - Making a concrete national plan
 - Having a close communication with investors and other stakeholders
 - Improving the key infrastructure to promote investment (*)
- (*) JICA and JBIC cooperation is expected for some of the projects.

In addition, there is a possibility that some of the respective infrastructure projects may be supported by the Japanese ODA according to the necessity and eligibility.

IV Competitiveness/ Small and Medium Enterprises

- Making an industrial strategy for enhancing competitiveness of Indonesia (*)
 - Promoting supporting industry (*)
 - Strengthening the investment agency' s role of providing service to investors (*)
 - Protecting the intellectual property in the domestic market (*)
 - Introducing internationally adopted industrial standard
 - Deepening the understanding of EPA by the public (*)
- (*) JETRO, JICA or private sector cooperation is expected for some of the projects.