

REGULATION OF THE MINISTER OF COOPERATIVES OF  
THE REPUBLIC OF INDONESIA  
NUMBER 2 OF 2025  
ON  
BUSINESS DEVELOPMENT OF “MERAH PUTIH” VILLAGE/SUB-DISTRICT  
COOPERATIVES

BY THE BLESSINGS OF GOD

THE MINISTER OF COOPERATIVES OF THE REPUBLIC OF INDONESIA,

Considering : a. that in order to promote people-based economic growth through strengthening the business capacity of “Merah Putih” Village/Sub-district Cooperatives, it is necessary to develop an adaptive, sustainable, and locally-based business model for “Merah Putih” Village/Sub-district Cooperative enterprises;

b. that pursuant to Presidential Instruction of the Republic of Indonesia Number 9 of 2025 on Acceleration of Establishing “Merah Putih” Village/Sub-district Cooperatives, the President has instructed the Minister of Cooperatives to formulate the business model for “Merah Putih” Village/Sub-district Cooperatives;

c. that based on the considerations as referred to in point a and point b, it is necessary to issue a Regulation of the Minister of Cooperatives on Business Development of “Merah Putih” Village/Sub-district Cooperatives;

Observing : 1. Article 17 section (3) of the Constitution of the Republic of Indonesia of 1945;

2. Law Number 25 of 1992 on Cooperatives (State Gazette of the Republic of Indonesia of 1992 Number 116, Supplement to the State Gazette of the Republic of Indonesia Number 3502), as amended several times last by Law Number 6 of 2023 on Enactment of Government Regulation in Lieu of Law Number 2 of 2022 on Job Creation to Become Law (State Gazette of the Republic of Indonesia of 2023 Number 41, Supplement to the State Gazette of the Republic of Indonesia Number 6856);

3. Law Number 39 of 2008 on State Ministries (State Gazette of the Republic of Indonesia of 2008 Number 166, Supplement to the State Gazette of the Republic of Indonesia Number 4916), as amended by Law Number 61 of 2024 on Amendment to Law Number 39 of 2008 on State

Ministries (State Gazette of the Republic of Indonesia of 2024 Number 225, Supplement to the State Gazette of the Republic of Indonesia Number 6994);

4. Presidential Regulation Number 197 of 2024 on Ministry of Cooperatives (State Gazette of the Republic of Indonesia of 2024 Number 394);
5. Regulation of the Minister of Cooperatives Number 1 of 2024 on Organization and Work Procedure of Ministry of Cooperatives (State Gazette of the Republic of Indonesia of 2024 Number 1012).

HAS DECIDED:

To issue : REGULATION OF THE MINISTER OF COOPERATIVES ON BUSINESS DEVELOPMENT OF "MERAH PUTIH" VILLAGE/SUB-DISTRICT COOPERATIVES.

## CHAPTER I GENERAL PROVISIONS

### Article 1

In this Ministerial Regulation:

1. Cooperative means a business entity whose members consist of individuals or Cooperative legal entities that conducts its activities based on Cooperative principles, as well as a people's economic movement founded upon the principle of kinship.
2. Village means a village and customary village or other similar designation, hereinafter referred to as Village, which is a legal community unit having territorial boundaries and authorized to regulate and manage government affairs and the interests of the local community based on community initiative, original rights, and/or traditional rights recognized and respected within the system of government of the Unitary State of the Republic of Indonesia.
3. Sub-district means a work area of a sub-district head as the regional apparatus of a Regency/Municipality within the work area of a District.
4. Merah Putih Village/Sub-district Cooperative means a Cooperative whose members are residents domiciled in the same Village or Sub-district, as evidenced by a resident identity card.
5. Business Development means the process of planning, implementing, supervising, and evaluating the business activities of the Merah Putih Village/Sub-district Cooperative aimed at increasing economic capacity and business sustainability.
6. Local government means the head of region as an element of local governance who leads the implementation of government affairs under the authority of an autonomous region.
7. General Meeting of Members means the organizational organ of a Cooperative that holds the highest authority within the Cooperative.
8. Board of Directors means members of the Merah Putih Village/Sub-district- Cooperative who are elected and

appointed by the General Meeting of Members to manage the organization and business activities of the Merah Putih Village/Sub-district Cooperative.

9. Supervisor means a member of the Merah Putih Village/Sub-district Cooperative who are elected and appointed by the General Meeting of Members to supervise the implementation of policies and the management of the Merah Putih Village/Sub-district Cooperative.
10. Manager mean a member of the Merah Putih Village/Sub-district Cooperative and/or third parties appointed by the Board of Directors and granted the authority and mandate to manage the business activities of the Merah Putih Village/Sub-district Cooperative.
11. Member means a member of the Merah Putih Village/Sub-district Cooperative.
12. Merah Putih Village/Sub-district Cooperative Management Information System (*Sistem Informasi Manajemen Koperasi Desa/Kelurahan*), hereinafter referred to as SIMKOPDES, means an integrated management information system for the digital and connected collection, management, and monitoring of institutional affairs, membership, business activities, and services of the Merah Putih Village/Sub-district Cooperative with other governmental systems through government service connecting platforms.
13. Mobile Application of Merah Putih Village/Sub-district Cooperative (*Koperasi Desa/Kelurahan Merah Putih*), hereinafter referred to as KDMP Mobile, means a mobile-based application provided by the Ministry of Cooperatives to support the digitalization of services of the Merah Putih Village/Sub-district Cooperative.
14. Minister means the minister administering government affairs in the field of Cooperatives.
15. Ministry means the ministry administering government affairs in the field of Cooperatives.
16. Agency means a provincial or regency/municipal regional apparatus responsible for local governance in the field of Cooperatives.

## Article 2

This Ministerial Regulation aims to:

- a. provide guidelines for the Business Development of Merah Putih Village/Sub-district Cooperatives; and
- b. promote synergy among ministries/agencies, Local governments, and other stakeholders in the Business Development of Merah Putih Village/Sub-district Cooperatives.

## Article 3

- (1) Merah Putih Village/Sub-district Cooperatives develop their business activities sustainably to improve the welfare of Members and promote local economic growth.
- (2) The Business Development of Merah Putih Village/Sub-district Cooperatives as referred to in section (1) is conducted based on the following principles:

- a. participatory, by actively involving Members in decision-making and business program implementation;
- b. transparency and accountability, through periodic reporting accessible to Members and through effective internal supervision;
- c. local potential-based, by optimizing natural resources, human resources, and cultural assets available within the Village/Sub-district;
- d. sustainability and innovation, by encouraging business diversification and the use of appropriate technology; and
- e. social justice and inclusiveness, by promoting the involvement of youth, vulnerable groups, including women and persons with disabilities, in the Business Development of Merah Putih Village/Sub-district Cooperatives.

(3) The Business Development of Merah Putih Village/Sub-district Cooperatives as referred to in section (1) and section (2) aims to:

- a. fulfill the needs of Members;
- b. increase the income and welfare of Members;
- c. develop the more competitive and innovative business of Merah Putih Village/Sub-district Cooperative;
- d. optimize the local economic potential of Villages/Sub-districts;
- e. create employment opportunities;
- f. enhance community self-reliance; and
- g. shorten supply chains to reduce consumer prices.

(4) In the Business Development, Merah Putih Village/Sub-district Cooperatives prioritize the utilization of local resources, capacity-building for the Members, and the strengthening of strategic partnership networks.

**CHAPTER II**  
**BUSINESS DEVELOPMENT SCHEME FOR MERAH PUTIH**  
**VILLAGE/SUB-DISTRICT COOPERATIVES**

**Part One**  
**Business Units**

**Article 4**

(1) Merah Putih Village/Sub-district Cooperatives may develop one or more business units as follows:

- a. Cooperative office;
- b. staple food provision;
- c. Village/Sub-district clinic;
- d. Village/Sub-district pharmacy;
- e. warehousing/cold storage;
- f. Village/Sub-district logistic services; and
- g. savings and loan business.

(2) The business development units as referred to in section (1) take into account the characteristics of the Village/Sub-district, the potential of the Village/Sub-district, and the existing economic institutions within the Village/Sub-district.

(3) Merah Putih Village/Sub-district Cooperatives may establish other business units in accordance with government assignments, local wisdom, and the needs of the local Village/Sub-district community, as well as regional characteristics.

#### Article 5

The Business Development of Merah Putih Village/Sub-district Cooperatives includes:

- a. business potential mapping;
- b. provision of access to financing and capital;
- c. business unit management;
- d. human resource capacity enhancement; and
- e. partnerships and business networks acceleration.

#### Part Two Business Potential Mapping

#### Article 6

The business potential mapping as referred to in Article 5 point a is carried out through the identification of:

- a. natural resources and human resources;
- b. economic potential based on local advantages; and
- c. the Members' and community's needs.

#### Article 7

- 1) The Board of Directors of Merah Putih Village/Sub-district Cooperatives prepares a Business Development Plan based on the results of the business potential mapping as referred to in Article 6.
- 2) The Business Development Plan as referred to in section (1) is prepared for each business unit of the Merah Putih Village/Sub-district Cooperatives as referred to in Article 4 section (1).
- 3) The Business Development Plan prepared by the Board of Directors as referred to in section (2) is approved by the Board of Directors and the Supervisors and endorsed at the General Meeting of Members.
- 4) The results of the business potential mapping as referred to in section (1) and the Business Development Plan as referred to in section (3) are uploaded to the SIMKOPDES platform.

#### Part Three Access to Financing and Capital

#### Article 8

- 1) The provision of access to financing and capital as referred to in Article 5 point b is implemented to support the Business Development of Merah Putih Village/Sub-district Cooperatives.
- 2) The provision of access to financing and capital as referred to in section (1) is carried out in accordance with the provisions of the laws and regulations.

Article 9

- 1) For the purpose of Business Development, Merah Putih Village/Sub-district Cooperatives may apply for loans and/or financing from banks, non-bank financial institutions, Cooperative revolving fund management institutions, or other financial institutions in accordance with the terms and conditions of the lenders and the provisions of laws and regulations.
- 2) Applications for loans and/or financing as referred to in section (1) shall be submitted through the SIMKOPDES platform.
- 3) Applications for loans and/or financing as referred to in section (1) are approved after the Merah Putih Village/Sub-district Cooperatives already have an account, uploaded, and updated the cooperative information on the SIMKOPDES platform.

Article 10

- (1) The capital of Merah Putih Village/Sub-district Cooperatives consists of:
  - a. own capital; and
  - b. loan capital.
- (2) Own capital as referred to in section (1) point a may be derived from:
  - a. principal savings;
  - b. mandatory savings;
  - c. reserved funds; and
  - d. grants.
- (3) Loan capital as referred to in section (1) point b may be derived from:
  - a. Members;
  - b. other Cooperatives and/or their members;
  - c. banks and other financial institutions;
  - d. issuance of bonds and other debt securities; and
  - e. other lawful and non-binding sources in accordance with the provisions of laws and regulations.
- (4) In addition to the capital as referred to in section (1), Merah Putih Village/Sub-district Cooperatives may accumulate capital derived from equity participation.

Part Four  
Business Unit Management

Paragraph 1  
General

Article 11

- (1) The business unit management of Merah Putih Village/Sub-district Cooperatives as referred to in Article 5 point c is carried out based on the results of a feasibility analysis and the decision of the General Meeting of Members.
- (2) The business unit management of Merah Putih Village/Sub-district Cooperatives as referred to in section (1) is carried out by Managers originating from Members and/or professional personnel.

- (3) Professional personnel as referred to in section (2) must possess:
  - a. experience in the cooperative sector; and/or
  - b. competencies relevant to the respective business units.
- (4) Business units of Merah Putih Village/Sub-district Cooperatives as referred to in section (1) meet at least the following minimum criteria:
  - a. a clear and accountable managerial structure of the Managers;
  - b. standard operating procedures;
  - c. financial and operational recording systems;
  - d. output targets and annual performance indicators; and
  - e. the application of innovation and digitalization to enhance operational efficiency.
- (5) The cooperative human resources management within Merah Putih Village/Sub-district Cooperatives is carried out in accordance with the provisions of laws and regulations.

#### Article 12

- (1) In the Business Development Activities, each business unit of Merah Putih Village/Sub-district Cooperatives must have an operational person in charge.
- (2) The operational person in charge as referred to in section (1) is a Manager possessing competencies relevant to the respective business units.

#### Article 13

Merah Putih Village/Sub-district Cooperatives ensure that each business unit complies with the business licensing requirements in accordance with the provisions of laws and regulations governing the business licensing for Merah Putih Village/Sub-district Cooperatives.

#### Article 14

- (1) Operational activities of each business unit are conducted based on standard operating procedures established by the Merah Putih Village/Sub-district Cooperatives.
- (2) Operational activities of business units as referred to in section (1) must comply with the following principles:
  - a. efficiency and effectiveness;
  - b. transparency and accountability;
  - c. legal compliance and business ethics;
  - d. customer and Member satisfaction; and
  - e. profitability.
- (3) Merah Putih Village/Sub-district Cooperatives adopt digital technology to support efficiency and the operation of business units including services, recordkeeping, marketing, financial management, and membership management.

**Paragraph 2**  
**Functions and Criteria of Business Units**

**Article 15**

- (1) The Cooperative office functions as:
  - a. an integrated operational center for all business units;
  - b. a cooperative service and administration;
  - c. an information and training center;
  - d. a Member services;
  - e. a data archiving facility;
  - f. a provider of microfinance services, business consultation, cooperative, financial, digital, and economic literacy services;
  - g. a Business Development center; and
  - h. a distribution center for local products.
- (2) The Cooperative Office as referred to in section (1) must meet the minimum criteria of being equipped with:
  - a. facilities and infrastructure;
  - b. office operational facilities; and
  - c. adequate internet connectivity.
- (3) In the event that Merah Putih Village/Sub-district Cooperatives do not yet have adequate internet connectivity, ministries/agencies and Local governments, in accordance with their respective authority, provide support for the provision of internet access and ensure adequate digital infrastructure and internet connectivity.

**Article 16**

- (1) The staple food provision unit functions to:
  - a. meet the quality and affordable basic needs of the Village/Sub-district community;
  - b. empower Village/Sub-district retail businesses;
  - c. serve as a strategic partner for the staple food and food social assistance distribution; and
  - d. serve as a sales outlet for products of Members and local micro and small enterprises.
- (2) The staple food provision unit as referred to in section (1) must meet at least the following minimum criteria of:
  - a. providing services for selling and buying staple food products;
  - b. providing transaction and payment services;
  - c. applying operating hours;
  - d. providing storage facilities;
  - e. conducting stock recording and checking periodically at least once every 1 (one) month; and/or
  - f. ensuring that storage areas are clean and free from factors that may damage products.

**Article 17**

- (1) Village/Sub-district Clinics shall function to provide quality, equitable, and affordable primary health services, and to carry out the government program and the business unit functions of Merah Putih Village/Sub-district Cooperatives for the Members and—Village/Sub-district community.

(2) Village/Sub-district Clinics as referred to in section (1) must meet at least the following minimum criteria of:

- a. carrying out integrated individual health and public health services in accordance with delegated tasks from the community health center (puskesmas);
- b. carrying out developmental health service activities, including traditional health services; and
- c. having human resources consisting of at least 2 (two) health professionals and 2 (two) health cadres.

(3) Village/Sub-district Clinics may cooperate with puskesmas, private clinics, and the health insurance programs administered by the Social Security Agency for Health.

#### Article 18

(1) Village/Sub-district Village Pharmacies function to:

- a. provide quality pharmaceutical services to ensure the availability, equitable distribution, and affordability of pharmaceutical goods, medical consumables, and other health supplies for the community; and
- b. carry out the government program and business unit functions of Merah Putih Village/Sub-district Cooperatives for the community.

(2) Village/Sub-district Pharmacies as referred to in section (1) must meet at least the following minimum criteria of:

- a. managing pharmaceutical supplies, medical consumables, and other health supplies with marketing authorization in accordance with the provisions of laws and regulations;
- b. pharmaceutical supplies, medical consumables, and other health supplies as referred to in point a obtained from puskesmas, other pharmacies, pharmaceutical industries, pharmaceutical wholesalers, micro, small, and medium enterprises producing natural medicinal products, and/or grants from the government or community organizations;
- c. handing over the pharmaceutical supplies, medical consumables, and other health supplies to the community along with clinical pharmacy services including informative counseling and education;
- d. having pharmaceutical personnel consisting of pharmacists or vocational pharmacy personnel assisted by supporting personnel; and
- e. managing the administration for sales and/or submission of drug reimbursement claims to the Social Security Agency for Health where the pharmacy provides referral-back program services.

(3) Village/Sub-district Pharmacies may cooperate with puskesmas, private pharmacies, the health insurance programs administered by the Social Security Agency for Health, as well as institutions and community organizations.

#### Article 19

The operations of Village/Sub-district- Clinics and Village/Sub-district- Pharmacies as referred to in Article 17 and Article 18

are carried out through assistance and supervision by the Ministry, the ministry administering governmental affairs in the field of health, the relevant Local government Agencies, and agencies responsible for health affairs, in accordance with the provisions of laws and regulations on health.

#### Article 20

- (1) Warehousing/cold storage functions to:
  - a. provide storage for:
    1. harvested products and production outputs of the Members and/or the community for the trading business activities of Merah Putih Village/Sub-district Cooperatives;
    2. Village/Sub-district food reserves;
    3. production facilities and infrastructure for the Members derived from government programs and/or procured commercially by Merah Putih Village/Sub-district Cooperatives;
    4. raw materials and production inputs for agriculture, fisheries, livestock, and plantations; and/or
    5. goods owned by other cooperative business units,
  - b. serve as a stock center to ensure the goods availability and anticipate scarcity and price fluctuations;
  - c. provide flexibility in the timing of the harvested products sales so that the Merah Putih Village/Sub-district Cooperatives may obtain more favorable prices;
  - d. function as a distribution center supplying stalls, minimarkets, and other outlets efficiently and in an integrated manner; and
  - e. provide paid storage services for micro-enterprises as a source of income for Merah Putih Village/Sub-district Cooperatives.
- (2) Warehousing/Cold Storage as referred to in section (1) must meet at least the following minimum criteria of:
  - a. using lighting, air circulation, temperature, and humidity controls appropriate to the product requirements;
  - b. maintaining orderly records of goods received and goods released, and managing stored goods properly;
  - c. organizing and separating chemical-based goods from food products and seeds to prevent contamination;
  - d. monitoring storage conditions, including temperature and humidity; and
  - e. implementing warehouse safety and security systems, as well as mitigation measures.

#### Article 21

- (1) Village/Sub-district logistic service unit functions to:
  - a. provide affordable and efficient logistic services for Village/Sub-district Members;
  - b. organize the delivery of goods, including:
    1. delivery of harvested products or production outputs of Members to the warehouse of Merah

Putih Village/Sub-district Cooperatives or regency markets;

2. delivery of fertilizers, seeds, and agricultural production inputs from the warehouse of Merah Putih Village/Sub-district Cooperatives to Members;
3. delivery of basic necessities from the warehouse of Merah Putih Village/Sub-district Cooperatives to cooperative stalls, Member households, and/or other customers;
4. delivery of production outputs of Merah Putih Village/Sub-district Cooperatives from the cooperative warehouse to regency markets; and
5. delivery of other logistics as required by Merah Putih Village/Sub-district Cooperatives;

- c. connect services among business units of Merah Putih Village/Sub-district Cooperatives in order to integrate goods distribution and service provision; and
- d. serve as a Village/Sub-district logistics node to expand access for Village/Sub-district Village production to regency markets as distribution consolidation centers.

- (2) Logistics facilities as referred to in section (1) must meet at least the following minimum criteria of:
  - a. having transportation fleets consisting of trucks, pickup trucks, three-wheeled motorcycles, and/or other vehicles as required;
  - b. providing warehouses or transit facilities for the goods where Merah Putih Village/Sub-district Cooperatives do not operate the warehousing/cold storage business units;
  - c. providing simple or digital information systems; and
  - d. providing trained and reliable human resources.

#### Article 22

- (1) Savings and loan Business functions to provide microfinance services through savings, loan, or financing products that are productive, safe, and affordable for Members.
- (2) Savings and loan Businessas referred to in section (1) must meet at least the following minimum criteria of:
  - a. granting loans with competitive interest rates/profit-sharing/margins;
  - b. implementing strict credit risk management;
  - c. applying the prudential principle in the distribution of savings and loan business;
  - d. implementing accountable financial recording systems and annual internal audits; and/or
  - e. providing fast and transparent services.

#### Part Five

#### Capacity Building of Human Resources

#### Article 23

- (1) Capacity building of human resources as referred to in Article 5 point d is carried out through the enhancement of

capacity, competence, and professionalism of the Board of Directors, Supervisors, and Managers of Merah Putih Village/Sub-district Cooperatives.

(2) Capacity, competence, and professionalism enhancement as referred to in section (1) are conducted at least through:

- a. cooperative management and financial training;
- b. business assistant training;
- c. assistance in preparing Business Development plans;
- d. strengthening digital-based cooperative governance literacy; and/or
- e. competency certification.

(3) Capacity building, competence enhancement, and professionalism development of human resources of Merah Putih Village/Sub-district Cooperatives as referred to in section (1) are organized by:

- a. the Ministry;
- b. Agencies;
- c. higher education institutions;
- d. Merah Putih Village/Sub-district Cooperatives independently; and/or
- e. formal training institutions or associations.

(4) The capacity building, competence enhancement, and professionalism development of human resources as referred to in section (3) points b through e are conducted in coordination with the Ministry.

(5) Capacity building, competence enhancement, and professionalism development of human resources of Merah Putih Village/Sub-district Cooperatives as referred to in section (2) are carried out in accordance with the provisions of the laws and regulations.

## Part Six

### Partnerships and Business Network Acceleration

#### Article 24

(1) Merah Putih Village/Sub-district Cooperatives may develop business units through partnerships as referred to in Article 5 point e with other parties, including:

- a. other Cooperatives in collaboration with inter-Cooperatives;
- b. state-owned enterprises, regional-owned enterprises, village-owned enterprises, and village-jointly owned enterprises;
- c. micro, small, medium, and large enterprises;
- d. community organizations;
- e. public higher education institutions, private higher education institutions, and vocational high schools;
- f. other education and training institutions;
- g. ministries/agencies; and/or
- h. Local governments, village governments, and sub-district governments.

(2) Partnerships as referred to in section (1) may take the form of:

- a. trading of Village/Sub-district products and marketing/distribution of products from outside the

Village/Sub-district, including participation in supply chains;

- b. joint financing;
- c. training and human resource development;
- d. development of product and service innovation; and
- e. other partnerships.

(3) The implementation of partnerships as referred to in section (2) complies with the provisions of the laws and regulations.

**Article 25**

- (1) Ministries/agencies and Local governments, within their respective authority, may facilitate partnerships for the development of business units of Merah Putih Village/Sub-district Cooperatives.
- (2) Partnerships as referred to in section (1) are carried out after the Merah Putih Village/Sub-district Cooperatives have completed their profiles on the SIMKOPDES platform.

**Article 26**

In order to increase the economic scale of cooperative business, Merah Putih Village/Sub-district Cooperatives may participate in the establishment and acceleration of inter-cooperative business networks as referred to in Article 5 point e through:

- a. the establishment of a secondary cooperative jointly with other Merah Putih Village/Sub-district Cooperatives within the same regency/municipality;
- b. the establishment of cooperative business networks based on common commodity interests or supply chain interests; and/or
- c. the development and strengthening of the business ecosystem of Merah Putih Village/Sub-district Cooperative networks based on leading commodities and joint product promotion.

**CHAPTER III**  
**MANAGEMENT INFORMATION SYSTEM OF MERAH PUTIH**  
**VILLAGE/SUB-DISTRICT COOPERATIVES**

**Part One**  
**Management of the Merah Putih Village/Sub-district**  
**Cooperative Management Information System**

**Article 27**

- (1) For the purpose of strengthening digital-based management of the Merah Putih Village/Sub-district Cooperatives, each Merah Putih Village/Sub-district Cooperative is required to possess and manage the SIMKOPDES platform.
- (2) The SIMKOPDES platform as referred to in section (1) is managed through the official portal of Merah Putih Village/Sub-district Cooperatives.

**Article 28**

- (1) The SIMKOPDES platform as referred to in Article 27 constitutes a digital profile page of Merah Putih

Village/Sub-district Cooperatives containing the following information:

- a. the identity of the Merah Putih Village/Sub-district Cooperative (name, legal entity registration number, and full address);
- b. institutional profile;
- c. data of the Board of Directors, Supervisors, and Managers;
- d. data of the Members;
- e. types of business activities and service units;
- f. financial statements;
- g. Village/Sub-district potentials;
- h. flagship products/services of the Merah Putih Village/Sub-district Cooperative;
- i. contact information of the Merah Putih Village/Sub-district Cooperative;
- j. facilities and supporting infrastructures of the Merah Putih Village/Sub-district Cooperative;
- k. digital transaction data; and/or
- l. other relevant information.

(2) The SIMKOPDES platform as referred to in section (1) functions as a means of periodic monitoring of the business activities of Merah Putih Village/Sub-district Cooperatives by:

- a. the Ministry;
- b. the National Task Force for Merah Putih Village/Sub-district Cooperatives;
- c. the Provincial Task Force for Merah Putih Village/Sub-district Cooperatives; and
- d. the Regency/Municipal Task Force for Merah Putih Village/Sub-district Cooperatives,

in accordance with the provisions of laws and regulations.

#### Article 29

(1) The SIMKOPDES platform may be connected and integrated with the government service integration system of ministries/agencies and Local governments in order to support:

- a. administrative processes of Merah Putih Village/Sub-district Cooperatives;
- b. guidance and supervision;
- c. integration of relevant public services; and
- d. fulfillment of obligations for reporting.

(2) The SIMKOPDES platform as referred to in section (1) contains accurate, complete, and up-to-date information in accordance with the provisions of laws and regulations.

#### Article 30

(1) The Ministry determines the operational standards for cooperative application platforms and management information systems in accordance with the needs of Merah Putih Village/Sub-district Cooperatives.

(2) The Ministry determines the business scheme for system application providers (technology providers) in cooperation with Merah Putih Village/Sub-district Cooperatives, including risk mitigation and system development.

(3) The determination of operational standards for cooperative application platforms and management information systems as referred to in section (1) and the business scheme for system application providers as referred to in section (2) are carried out in accordance with the provisions of laws and regulations.

**Part Two**  
**Mobile Application of Merah Putih Village/Sub-district Cooperative**

**Article 31**

(1) The Ministry shall develop the application of KDMP Mobile to support the operational activities and Business Development of Merah Putih Village/Sub-district Cooperatives.

(2) KDMP Mobile as referred to in section (1) functions as:

- a. a facility for Member data collection and validation of Merah Putih Village/Sub-district Cooperatives;
- b. a medium for communication and information dissemination among Merah Putih Village/Sub-district Cooperatives, the Members, and the Ministry; and
- c. a digital transaction service platform of Merah Putih Village/Sub-district Cooperatives and public service integration.

(3) The services provided through the KDMP Mobile as referred to in section (1) include:

- a. data collection and verification of the members;
- b. profiles and institutional information of Merah Putih Village/Sub-district Cooperatives;
- c. Members' profiles;
- d. cooperative talent services in the form of capacity building and digital training;
- e. Member complaint channels;
- f. information on products and/or services of Merah Putih Village/Sub-district Cooperatives;
- g. notifications of Merah Putih Village/Sub-district Cooperative services and government programs;
- h. digital payment integration; and
- i. other services as required.

**Article 32**

(1) The Board of Directors, Supervisors, and Members access KDMP Mobile through mobile devices using authentication mechanisms based on resident identification numbers and Member identification numbers.

(2) The Board of Directors, Supervisors, and Members periodically update Member data through KDMP Mobile to ensure the validity and accuracy of membership data.

**CHAPTER IV**  
**GUIDANCE, REPORTING, MONITORING, AND EVALUTION**

**Part One**  
**Guidance**

Article 33

- (1) Guidance for the Business Development of Merah Putih Village/Sub-district Cooperatives is carried out by:
  - a. the Minister;
  - b. ministers and heads of agencies in accordance with their respective authority; and
  - c. governors and regents/mayors in accordance with their respective authority.
- (2) Guidance as referred to in section (1) is conducted in the form of:
  - a. mentoring;
  - b. dissemination; and/or
  - c. other activities in the form of workshops, technical training, technical guidance, or other facilitation supporting capacity building for business development and digitalization of cooperatives.

Part Two  
Reporting

Article 34

- (1) The Board of Directors of Merah Putih Village/Sub-district Cooperatives must submit Business Development reports to the regent/mayor.
- (2) The report as referred to in section (1) contains at least:
  - a. developments in the business activities of Merah Putih Village/Sub-district Cooperatives; and
  - b. issues and obstacles encountered.
- (3) Based on the report as referred to in section (1), the regent/mayor submits a report to the governor.
- (4) Based on the report as referred to in section (3), the governor submits a report to the Minister, with copies to the relevant ministers/heads of agencies in accordance with their respective authority.
- (5) The reports as referred to in section (3) and section (4) contain at least:
  - a. developments in the business activities of Merah Putih Village/Sub-district Cooperatives;
  - b. facilitation of Business Development;
  - c. issues and obstacles; and
  - d. proposed solutions to issues and obstacles.
- (6) The reports as referred to in section (1) are submitted every 3 (three) months and at any time as necessary through the SIMKOPDES platform.

Part Three  
Monitoring and Evaluation

Article 35

- (1) The Minister, governors, and regents/mayors conduct periodic monitoring and evaluation of the Business Development of Merah Putih Village/Sub-district Cooperatives.

(2) The results of monitoring and evaluation as referred to in section (1) are used as the basis for policymaking to enhance the effectiveness of the Business Development programs of Merah Putih Village/Sub-district Cooperatives.

## CHAPTER V CLOSING PROVISIONS

### Article 36

This Ministerial Regulation comes into force on the date of its promulgation.

In order that every person may know hereof, it is ordered to promulgate this Ministerial Regulation by its placement in the State Bulletin of the Republic of Indonesia.

Issued in Jakarta  
on 9 September 2025

MINISTER OF COOPERATIVES OF THE  
REPUBLIC OF INDONESIA,

signed

FERRY JOKO YULIANTONO

Promulgated in Jakarta  
on 15 September 2025

DIRECTOR GENERAL OF LEGISLATION OF  
THE MINISTRY OF LAW OF THE REPUBLIC OF INDONESIA,

signed

DHAHANA PUTRA

STATE BULLETIN OF THE REPUBLIC OF INDONESIA OF 2025 NUMBER 694

Jakarta, 6 January 2026  
Has been translated as an Official Translation  
on behalf of the Minister of Law  
of the Republic of Indonesia

DIRECTOR GENERAL OF LEGISLATION,

