

BI-Rate Held at 4.75%

Strengthening Economic Growth, Maintaining Stability

The decision is consistent with low inflation, projected in 2025 and 2026 within the 2.5±1% target corridor, ongoing efforts to maintain Rupiah exchange rate stability in line with economic fundamentals as well as synergy to strengthen economic growth. Moving forward, Bank Indonesia will continue monitoring the transmission effectiveness of accommodative monetary policy, economic growth and inflation as well as Rupiah exchange rate stability to consider further room for BI-Rate reductions.



Bank Indonesia will also strengthen macroprudential policy to further lower interest rates, increase liquidity and drive credit/financing growth in pursuit of higher economic growth.



Payment system policy remains oriented towards supporting economic growth by expanding the acceptance of digital payments, while strengthening the structure of the payment system industry and strengthening the resilience of payment system infrastructure.

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Policy Mix



Strengthening the pro-market monetary operations strategy to enhance the effective transmission of lower interest rates, increase liquidity, accelerate money market and foreign exchange market deepening.

Strengthening the Rupiah stabilisation strategy in

domestic foreign exchange market intervention

transactions, while also purchasing government

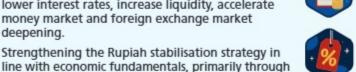
liquidity and maintain financial market stability.

in offshore Non-Deliverable Forward (NDF)

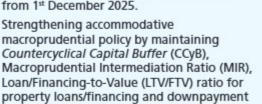
with a focus on spot and Domestic Non-Deliverable

Forward (DNDF) transactions as well as intervention

securities (SBN) in the secondary market to increase



Strengthening forward-looking and performance-based Macroprudential Liquidity Incentive (KLM) Policy, effective from 1st December 2025.





Strengthening the assessment of prime lending rate (PLR) transparency with a focus on interest rates based on priority sectors in accordance with the scope of Macroprudential Liquidity Incentive Policy (KLM) policy.



Fostering innovation and expanding digital acceptance through the Indonesia Digital Economy and Finance Festival in synergy with the Indonesia Fintech Summit and Expo 2025 (FEKDI x IFSE 2025).



Strengthening and expanding international cooperation among central banks, including payment system connectivity and Local Currency Transactions (LCT), while promoting trade and investment in priority sectors in synergy with relevant institutions.



Bank Indonesia is also strengthening policy synergy with the Government to maintain stability and support economic growth in line with the Government's Asta Cita program.

requirements on automotive loans/financing,

Macroprudential Liquidity Buffer (MPLB) and

the Sharia Macroprudential Liquidity Buffer.

Bank Foreign Funding Ratio (RPLN) and

2025 Outlook

Economic Growth

Current Account

Inflation

Credit Growth

B BANK INDONESIA

In the 4.6% - 5.4% range

Deficit in the range 0.5% - 1.3% of GDP

In the $2.5 \pm 1\%$ range

In the 8% - 11% range

Synergy and Innovation for Accelerating Indonesia's Digital Economy and Financial Transformation

INDONESIA DIGITAL ECONOMY AND FINANCE FESTIVAL X THE INDONESIAN FINTECH SUMMIT AND EXPO 2025 30°OCTOBER - 1° NOVEMBER 2025

FOR MORE INFORMATION:

https://fekdixifse.co.id. 🦻

Assessment



1. The global economy continues tracking a moderating trend due to US reciprocal tariffs and persistently high uncertainty.



2. At home, economic growth in Indonesia remains solid and must be increased in line with economic capacity.



3. Indonesia's Balance of Payments (BOP) remains sound, thereby supporting external resilience.

Current Account
Projected to record a surplus, supported by a maintained trade surplus.

Capital and Financial Account

Expected to run a deficit in response to net outflows of portfolio investment.



4. Rupiah exchange rates remain stable, supported by Bank Indonesia's stabilisation policy against a backdrop of high global uncertainty.

Rupiah strengthened on 21st October 2025:



0.45% (ptp)

compared with the level recorded at the end of September 2025

Moving forward, Bank Indonesia expects the Rupiah to remain stable, underpinned by Bank Indonesia's commitment to maintain Rupiah stability, alongside attractive yields, low inflation and the positive economic growth outlook for Indonesia.



5. In general, mild inflationary pressures have been maintained within the target corridor.



September 2025

and within the target corridor in 2025 and 2026. Bank Indonesia continues strengthening its policy mix to boost

Bank Indonesia is confident that headline inflation will remain under control



economic growth, while maintaining economic stability.

Bank Indonesia is expanding liquidity by reducing the position of SRBI:

Rp916.97

Rp707.05

At the beginning of 2025

21st October 2025



7. Bank Indonesia is of the view that interest rates in the banking industry must be lowered further in line with the accommodative monetary policy stance and accumulated budget surplus placed by the Government in the banking industry.

Banking Interest Rate Lending rate lowered by 15 bps The 1-month term deposit rate lowered by 29 bps 4.52% 9.05%

September 2025



8. Accommodative monetary policy and accumulated budget surplus placements by the Government in the banking industry have increased money supply.

mey supply.			
MO Adjusted	M1	M2	
18.58%	7.25% 10.51%	5.46%	
Sept 2025 (yes)	Jan 2025 Aug 2025 (yey)	Jan 2025 A	

Moving forward, money supply is expected to accelerate in line with fiscal expansion.



Loans disbursed by the banking industry must be increased to support

economic growth.				
Credit	Third-Party Funds	Sharia Financing	MSMEs Credit	
7.70%	11.18%	7.55%	0.23%	

September 2025

Bank Indonesia has disbursed KLM incentives totalling Rp393 Trillion.

Rp39.1

As of the first week of October 2025

Banking industry resilience remains solid.



September 2025

26.03% Capital Adequac Ratio (CAR)

0.87% Non-performing Loan (NPL)

August 2025

10.Digital economic and financial transactions remained solid in the third quarter of 2025, supported by secure, seamless and reliable payment

August 2025

Digital Transaction



Mobile Internet 미리도 17.80% (yoy) 13.11% (yoy) 147.65% (yoy)

Transaction Volume Growth | Transaction Volume | Transaction Value

BI Fast 1,223.82 Million Rp3,024.08 Trillion 32.34% (yoy) **BI-RTGS** 2.76 Million Transact 1.47% (yoy) Rp56,422.87 Trillion

Q-III 2025

Payment system stability has been maintained, supported by stable infrastructure and a sound industry structure.

Cash Transaction Currency in Circulation

13.49% (yoy) Rp1,200.05 Trillion

Q-III 2025

Bank Indonesia will safeguard the adequate availability of Rupiah currency fit for circulation in suitable amounts throughout all regions of the Republic of Indonesia, particularly in frontier, outermost and remote regions.



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