

Prompt Manufacturing Index (PMI) Bank Indonesia



QUARTER I - 2026 MANUFACTURING INDUSTRY PERFORMANCE INCREASING

Manufacturing Performance

The latest Prompt Manufacturing Index - Bank Indonesia (PMI-BI) reading taken in the first quarter of 2026 indicates increasing manufacturing industry performance, thus remaining in an expansionary phase (index > 50%) at 52.03%, up from 51.86% in the previous period. Most PMI-BI components were recorded in expansionary territory, namely Inventory Volume, Production Volume and Order Volume. In addition, most manufacturing subsectors remained in an expansionary phase, led by the Paper and Paper Products, Printing and Reproduction of Recorded Media Industry, the Leather, Leather Products and Footwear Industry, as well as the Food and Beverages Industry.

Business Optimism

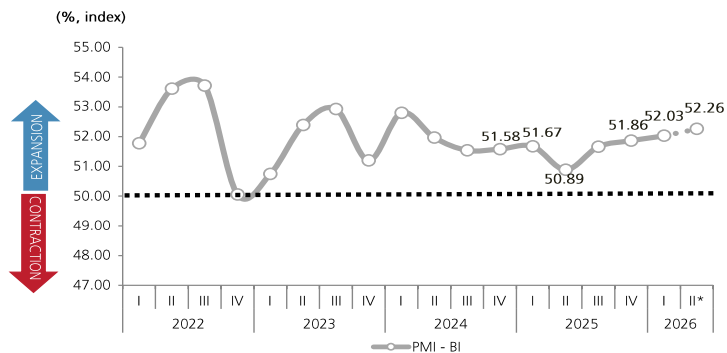
In the second quarter of 2026, respondents expect manufacturing industry performance to continue increasing within an expansionary phase, with the PMI-BI predicted at 52.26%. Respondents anticipate the expansion to primarily be driven by Production Volume, Inventory Volume and Order Volume. Furthermore, most manufacturing subsectors are expected to remain expansionary, with the highest index readings predicted for the Furniture Industry, Leather, Leather Products and Footwear Industry as well as the Food and Beverages Industry.

Prompt Manufacturing Index – Bank Indonesia (PMI-BI)

The latest PMI-BI reading indicates increasing manufacturing industry performance in the first quarter of 2026.

The latest PMI-BI reading of 52.03% indicates increasing manufacturing industry performance in the first quarter of 2026, up from 51.86% in the previous period (Graph 1). By component, PMI-BI performance in the first quarter of 2026 was driven by higher Production Volume (54.07%) and Inventory Volume (54.43%), while the Order Volume component remained solid in the expansionary zone at 53.20% (Table 1).

Graph 1 Prompt Manufacturing Index – Bank Indonesia (PMI-BI)



*) Expectation

Respondents predict increasing manufacturing industry performance in the second quarter of 2026.

Respondents predict manufacturing industry performance to continue increasing in expansionary territory in the second quarter of 2026, with an index of 52.26%. Respondents expect the expansion to be driven by Production Volume (54.51%) and Inventory Volume (54.51%). Meanwhile, respondents also anticipate improvements in terms of Employment Level, despite remaining in a contractionary zone at 49.49%.

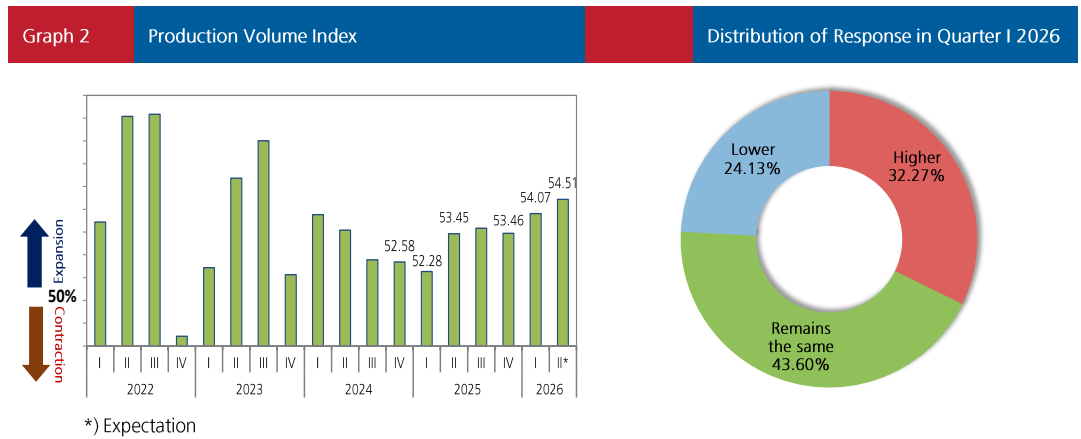
PMI-BI Components

Several PMI-BI components recorded an expansionary phase in the first quarter of 2026.

By component, PMI-BI performance in the first quarter of 2026 was driven by Production Volume, Inventory Volume, and Order Volume, all of which remained in an expansionary phase.

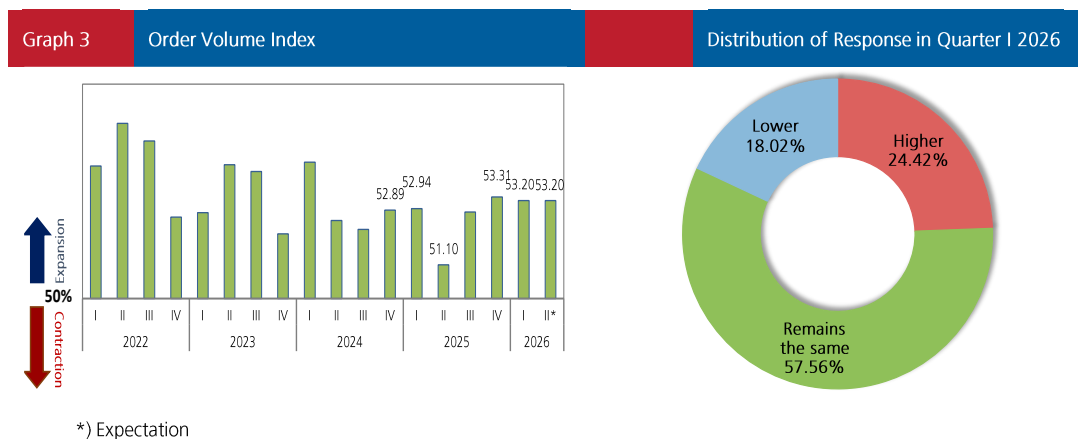
A. Production Volume

In the first quarter of 2026, the Production Volume Index indicated an increase and remained in an expansionary zone with a reading of 54.07%, up from 53.46% in the fourth quarter of 2025 (Graph 2). Production Volume was consistent with sustained private demand, supported by solid Order Volume, high Inventory Volume and adequate storage capacity. Looking ahead, respondents predict an increase in the Production Volume Index to 54.51% in the second quarter of 2026 (Graph 2).



B. Order Volume

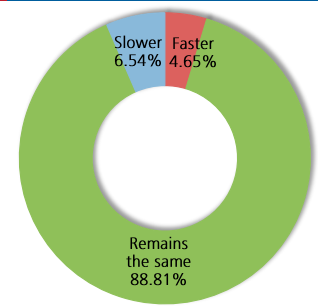
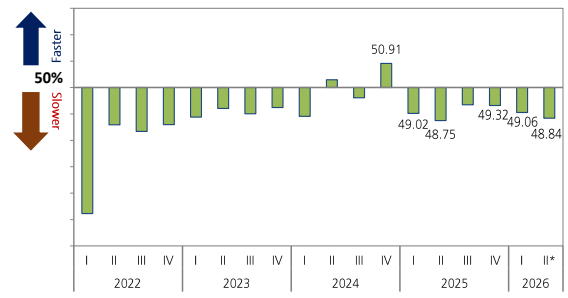
The Order Volume component remained in an expansionary phase in the first quarter of 2026 with an index of 53.20%, despite retreating slightly from 53.31% in the previous period. Maintained Order Volume was supported by sufficient inventories, as indicated by a high Inventory Volume. In the second quarter of 2026, respondents predict the Order Volume Index to remain stable in an expansionary phase at 53.20% (Graph 3).



C. Speed of Supplier Delivery Time

The Speed of Supplier Delivery Time Index remained in a contractionary zone at 49.06% in the first quarter of 2026, down slightly from 49.32% in the previous period (Graph 4). Looking forward, respondents expect the Speed of Supplier Delivery Time Index to contract further to 48.84% in the second quarter of 2026 (Graph 4).

Graph 4 Speed of Supplier Delivery Time **Distribution of Response in Quarter I 2026**

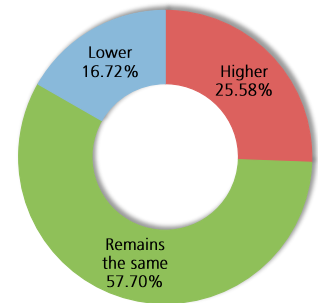
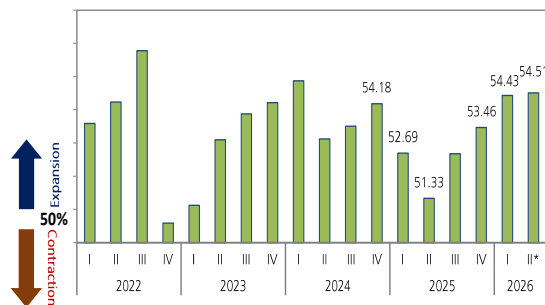


*) Expectation

D. Inventory Volume

The Inventory Volume Index indicated greater expansion from 53.46% in the fourth quarter of 2025 to 54.43% in the first quarter of 2026 (Graph 5). The increase was consistent with higher Production Volume. Moreover, respondents expect the upward Inventory Volume trend to persist into the second quarter of 2026, reaching 54.51%.

Graph 5 Inventory Volume Index **Distribution of Response in Quarter I 2026**

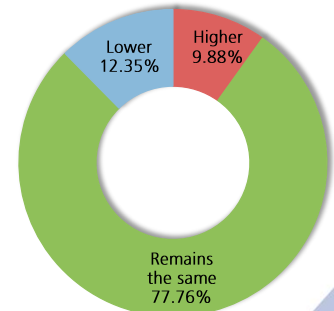
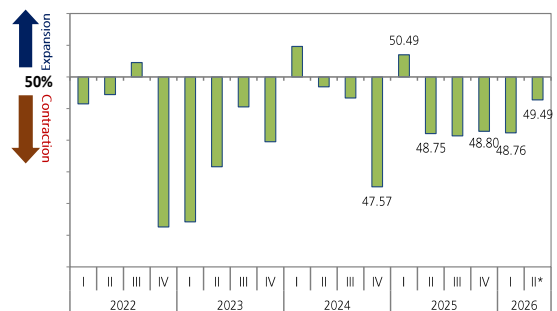


*) Expectation

E. Employment Level

The Employment Level component declined in the first quarter of 2026 with an index of 48.76%, down from 48.80% in the previous period (Graph 6). Meanwhile, respondents expect Employment Level to improve in the second quarter of 2026 with a slightly higher index of 49.49%, despite remaining below the threshold indicating expansion (index < 50).

Graph 6 Employment Level Index **Distribution of Response in Quarter I 2026**

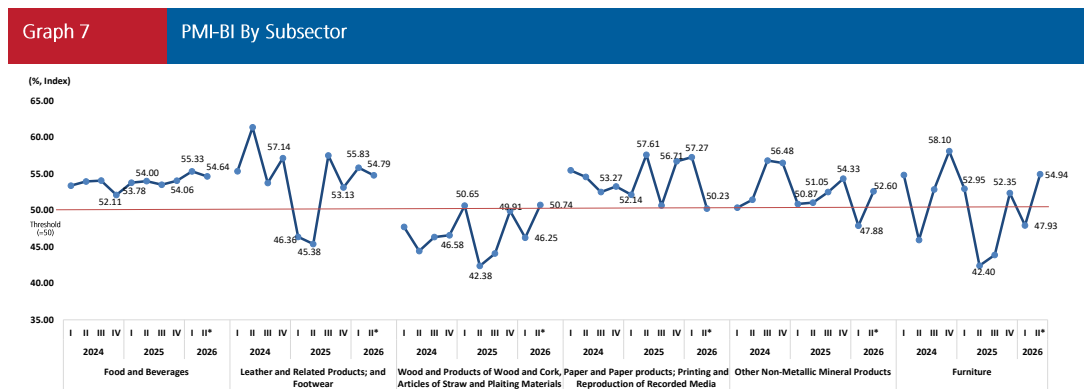


*) Expectation

PMI-BI by Subsector

By subsector, PMI-BI performance in the first quarter of 2026 was driven by several manufacturing subsectors that indicated stronger performance in an expansionary phase. The PMI-BI in most subsectors remained in an expansionary phase, with the highest indexes recorded by the Paper and Paper Products, Printing and Reproduction of Recorded Media Industry (57.27%), the Leather, Leather Products and Footwear Industry (55.83%), as well as the Food and Beverages Industry (55.33%).

Moving forward to the second quarter of 2026, respondents expect most manufacturing subsectors to remain in an expansionary phase, with the highest indexes recorded by the Furniture Industry (54.94%), the Leather, Leather Products and Footwear Industry (54.79%), as well as the Food and Beverages Industry (54.64%). In addition, other subsectors are expected to increase in the second quarter of 2026, namely the Non-Metallic Mineral Products Industry as well as the Wood, Products of Wood and Cork and Woven Products from Bamboo, Rattan and Similar Materials Industry, which are expected to rebound with index readings of 52.60% and 50.74%, respectively, following a contractionary phase in the previous period at 47.88% and 46.25%.



*) Expectation

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METHODOLOGY

PMI – BI is a composite indicator providing an overview of the manufacturing sector performance in Indonesia based on the Bank Indonesia Business Survey. PMI-BI composite comprises five indices, namely production volume (output), new order volume (input), inventories, employment, and speed of supplier delivery times. PMI is calculated based on a pre-assessment of benchmarked Purchasing Managers' Index from a number of other countries. An index reading of above 50 signals business expansion, while a reading below 50 indicates a contraction. Starting the first quarter of 2023, the Survey has been adjusted to accommodate Subsector weight of 2010 base year from previously using 2000 base year. PMI-BI is calculated from ± 600 respondents in the manufacturing sector. The metadata can be accessed at <https://www.bi.go.id/id/statistik/Metadata/Survei/Documents/4-Metadata-PMI-2022.pdf>.

Table 1 Prompt Manufacturing Index – Bank Indonesia
(% Index)

Period		Component					PMI - BI
		Production Volume	Order Volume	Speed of Supplier Delivery Time	Inventory Volume	Employment Level	
2017	I	47.70	48.17	48.31	49.16	48.62	47.93
	II	57.53	48.23	49.41	50.74	51.70	51.68
	III	54.78	49.79	49.07	48.64	48.29	50.51
	IV	49.36	48.94	48.73	48.30	47.95	48.75
2018	I	52.71	50.50	48.57	50.00	47.64	50.14
	II	54.39	54.57	46.57	53.15	50.67	52.40
	III	55.18	53.37	45.37	54.10	50.00	52.02
	IV	55.42	56.17	44.58	54.03	48.92	52.58
2019	I	53.49	54.04	49.94	53.29	51.22	52.65
	II	54.19	54.88	49.89	51.13	50.28	52.66
	III	53.64	53.48	49.50	54.27	48.68	52.04
	IV	53.42	53.27	49.71	52.56	47.23	51.50
2020	I	43.10	47.28	43.22	46.69	47.63	45.64
	II	25.36	28.95	26.16	32.28	31.84	28.55
	III	45.35	50.55	38.75	43.87	41.03	44.91
	IV	49.94	49.33	42.27	46.78	44.95	47.29
2021	I	50.94	52.89	44.51	52.24	47.54	50.01
	II	54.20	54.03	46.57	51.63	47.68	51.45
	III	49.46	51.53	44.05	49.64	46.76	48.75
	IV	51.84	51.67	46.24	51.42	48.16	50.17
2022	I	53.81	54.33	45.22	53.59	49.40	51.77
	II	57.05	55.72	48.59	54.23	49.61	53.61
	III	57.12	55.14	48.34	55.78	50.32	53.71
	IV	50.29	52.65	48.60	50.59	46.68	50.06
2023	I	52.40	52.80	48.88	51.12	46.79	50.75
	II	55.16	54.37	49.21	53.10	48.02	52.39
	III	56.30	54.15	49.00	53.88	49.34	52.93
	IV	52.19	52.11	49.24	54.22	48.57	51.20
2024	I	54.03	54.45	48.91	54.87	50.67	52.80
	II	53.56	52.54	50.29	53.13	49.78	51.97
	III	52.65	52.26	49.61	53.50	49.53	51.54
	IV	52.58	52.89	50.91	54.18	47.57	51.58
2025	I	52.28	52.94	49.02	52.69	50.49	51.67
	II	53.45	51.10	48.75	51.33	48.75	50.89
	III	53.62	52.82	49.35	52.68	48.70	51.66
	IV	53.46	53.31	49.32	53.46	48.80	51.86
2026	I	54.07	53.20	49.06	54.43	48.76	52.03
	II*	54.51	53.20	48.84	54.51	49.49	52.26

*) Expectation

Table 2 Prompt Manufacturing Index – BI by Subsector
(% Index)

Subsector	2022	2023				2024				2025				2026	
	IV	I	II	III	IV	I	II	III	IV	I	II	III	IV	I	II*
Manufacture of Food Products and Beverages	51.0	52.20	53.73	53.44	51.26	53.38	53.95	54.07	52.11	53.78	54.00	53.50	54.06	55.33	54.64
Manufacture of Tobacco Products	43.6	52.35	53.30	59.58	49.53	58.42	59.34	59.83	47.89	47.94	50.16	57.79	50.00	44.88	49.75
Manufacture of Textiles; and Wearing Apparel	55.0	53.17	50.34	50.20	51.72	57.40	49.13	47.64	46.69	49.27	45.15	48.29	50.19	50.94	51.89
Manufacture of Leather and Related Products; and Footwear	56.3	58.50	63.55	55.92	59.12	55.36	61.36	53.75	57.14	46.36	45.38	57.50	53.13	55.83	54.79
Manufacture of Wood and Products of Wood and Cork, Articles of Straw and Plaiting Materials	45.5	43.54	50.71	52.06	51.94	47.71	44.42	46.33	46.58	50.65	42.38	44.08	49.91	46.25	50.74
Manufacture of Paper and Paper products; Printing and Reproduction of Recorded Media	52.3	50.00	53.65	55.71	51.47	55.48	54.57	52.50	53.27	52.14	57.61	50.65	56.71	57.27	50.23
Manufacture of Chemicals and Pharmaceuticals; and Botanical Products	54.6	50.78	55.19	49.73	52.50	50.00	51.44	52.06	51.90	52.66	50.31	52.56	51.79	47.85	47.44
Manufacture of Rubber, Rubber Products and Plastic Products	41.4	46.71	47.36	49.10	46.42	50.73	50.27	53.73	48.68	48.71	47.90	48.71	46.72	52.45	50.79
Manufacture of Other Non-Metallic Mineral Products	57.7	53.43	56.71	59.96	57.61	50.36	51.45	56.81	56.48	50.87	51.05	52.50	54.33	47.88	52.60
Manufacture of Basic Metals	54.3	55.09	52.50	59.42	50.96	55.63	53.85	42.62	48.91	47.39	50.76	53.10	53.52	54.58	53.65
Manufacture of Fabricated Metal Products, Computer, Optical Products and Electronic Devices	45.4	47.35	50.37	46.42	44.20	50.66	52.83	48.36	53.13	48.11	48.62	51.86	52.30	51.06	50.67
Manufacture of Machinery and Equipment	53.2	61.83	57.50	60.78	60.17	53.50	57.19	54.58	57.19	52.86	58.24	58.57	51.36	51.00	50.00
Manufacture of Transport Equipment	52.1	58.93	55.00	62.78	61.25	55.33	51.67	54.38	56.18	52.97	52.50	50.47	49.69	47.25	48.00
Manufacture of Furniture	41.9	45.71	51.15	46.95	51.73	54.83	45.94	52.85	58.10	52.95	42.40	43.88	52.35	47.93	54.94

*) Expectation