Assessing Domestic Politics

4 September 2025

Economist / Fikri C Permana

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EXECUTIVE SUMMARY

- Expectations for a Federal Reserve rate cut are gaining momentum, with the Fed increasingly seen as likely to adopt a pro-cyclical policy stance to support the economy.
- In addition, this week's release of U.S. labor market data—particularly nonfarm payrolls and the unemployment rate—will be closely watched ahead of the FOMC meeting scheduled for 17 Sep '25.

- Domestically, escalating political developments have shifted the Rupiah toward depreciation while SUN yields have reversed higher this week.
- Further political dynamics are expected to remain in focus in the coming days.
- At the same time, ongoing discussions on burden-sharing between Bank Indonesia and the Ministry of Finance (MOF) to finance President-elect Prabowo's Asta Cita policy agenda have raised concerns regarding the perceived independence of the central bank.

Source: https://indopop.id/viral-ibu-kerudung-pink-lawan-brimob-disebut-ras-terkuat-anaknya-sempat-nyariin-udah-malam-belum-pulang (2025)

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US ECONOMIC DATA

US ECONOMIC INDICATORS	Unit	Latest Period	Data	
			Latest	Previous
Fed Rate	%	Jul '25	4.50	4.50
Economic Growth	%, yoy	2Q25	2.0	2.1
Inflation Rate	%, yoy	Jul '25	2.7	2.7
Unemployment Rate	%	Jul '25	4.2	4.1

Sources : various sources, KBVS Research (2025)

The data releases that influenced yield movements in the week of 28 Aug – 3 Sep '25 are as follows:

- The number of people claiming unemployment benefits on the period ending August 15th, '25 in the US decreased by 5K to 229K (Cons: 231K, Prev: 234K).
- GDP in 2Q25 increased to 3.30% QoQ (Cons: 3.00% QoQ, Prev: -0.50% QoQ).
- Core PCE Price Index in Aug '25 stable at 0.30% MoM (Cons: 0.30% MoM, Prev: 0.30% MoM).
- Chicago PMI in Aug '25 decreased to 41.50 (Cons: 46.60, Prev: 47.10).
- S&P Global Manufacturing PMI in Aug '25 increased to 53.00 (Cons: 53.30, Prev: 49.80).
- ISM Manufacturing PMI in Aug '25 increased to 48.70 (Cons: 49.00, Prev: 48.00).
- ISM Manufacturing Prices in Aug '25 decreased to 63.70 (Cons: 65.10, Prev: 64.80).

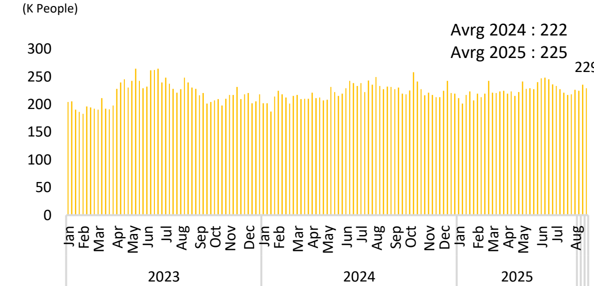
ECONOMIC CALENDAR

(28 AUG – 3 SEP '25)

Event	Actual	Forecast	Previous
Thursday, 28 Aug '25			
US 5-Year Note Auction	3.72%		3.98%
US Continuing Jobless Claims	1,954K	1,970K	1,961K
US Initial Jobless Claims	229K	231K	234K
US Core PCE Prices (Q2)	2.50%	2.50%	3.50%
US GDP (QoQ) (Q2)	3.30%	3.00%	-0.50%
US GDP Price Index (QoQ) (Q2)	2.00%	2.00%	3.80%
US Pending Home Sales (MoM) (Jul)	-0.40%	-0.40%	-0.80%
Friday, 29 Aug '25			
US 7-Year Note Auction	3.93%		4.09%
US Fed Waller Speaks			
US Fed's Balance Sheet	6.603B		6.620B
US Core PCE Price Index (YoY) (Jul)	2.90%	2.90%	2.80%
US Core PCE Price Index (MoM) (Jul)	0.30%	0.30%	0.30%
US Goods Trade Balance (Jul)	-103.60B	-90.20B	-84.85B
US PCE Price Index (YoY) (Jul)	2.60%	2.60%	2.60%
US PCE Price Index (MoM) (Jul)	0.20%	0.20%	0.30%
US Personal Spending (MoM) (Jul)	0.50%	0.50%	0.40%
US Retail Inventories Ex Auto (Jul)	0.10%		-0.10%
US Chicago PMI (Aug)	41.50	46.60	47.10
US Michigan 1-Year Inflation Expectations (Aug)	4.80%	4.90%	4.90%
US Michigan 5-Year Inflation Expectations (Aug)	3.50%	3.90%	3.40%
US Michigan Consumer Expectation (Aug)	55.90	57.20	57.70
US Michigan Consumer Sentiment (Aug)	58.20	58.60	61.70
Monday, 1 Sep '25			
Tuesday, 2 Sep '25			
US S&P Global Manufacturing PMI (Aug)	53.00	53.30	49.80
US Construction Spending (MoM) (Jul)	-0.10%	-0.10%	-0.40%
US ISM Manufacturing Employment (Aug)	43.80	45.00	43.40
US ISM Manufacturing PMI (Aug)	48.70	49.00	48.00
US ISM Manufacturing Prices (Aug)	63.70	65.10	64.80
Wednesday, 3 Sep '25			
US Atlanta Fed GDP Now (Q3)	3.00%	3.50%	3.50%
US President Trump Speaks			
US Factory Orders (MoM) (Jul)		-1.30%	-4.80%
US JOLTs Job Openings (Jul)		7.390M	7.437M

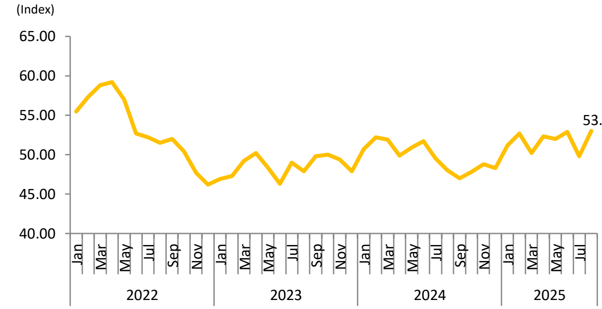
Sources : investing, KBVS Research (2025)

WEEKLY INITIAL JOBLESS CLAIMS



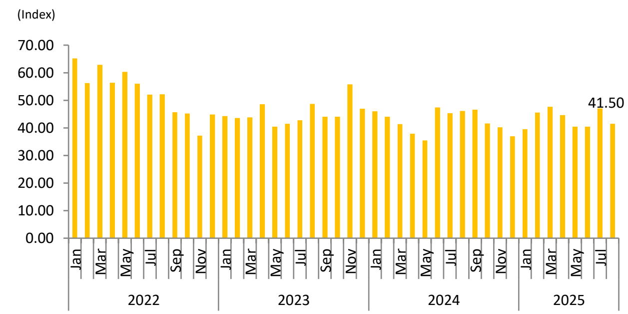
Sources : US DoL, KBVS Research (2025)

S&P GLOBAL MANUFACTURING PMI



Sources : S&P Global, KBVS Research (2025)

CHICAGO PMI



Sources : OSM Chicago, KBVS Research (2025)

FED PROBABILITIES

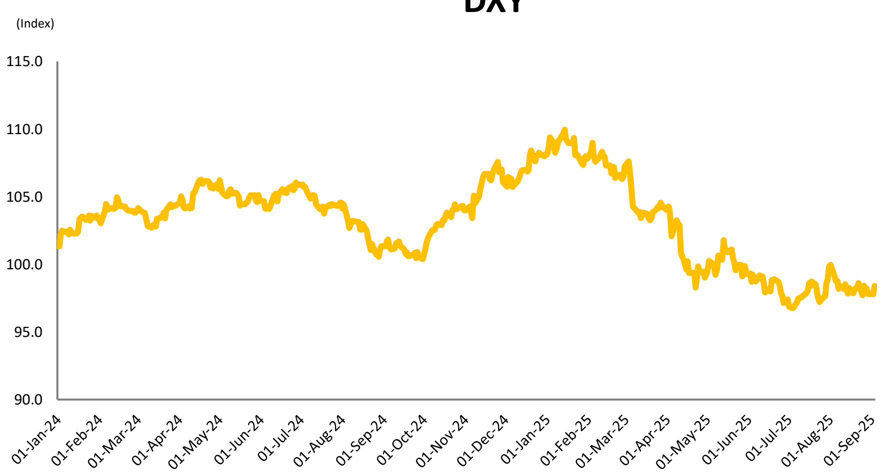
FED PROBABILITIES, as of 3 Sep '25

MEETING DATE	225-250	250-275	275-300	300-325	325-350	350-375	375-400	400-425	425-450
17-Sep-25	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	91.7%	8.3%
29-Oct-25	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	47.0%	48.9%	4.0%
10-Dec-25	0.0%	0.0%	0.0%	0.0%	0.0%	37.6%	48.5%	13.1%	0.8%
28-Jan-26	0.0%	0.0%	0.0%	0.0%	15.8%	42.2%	33.6%	7.9%	0.5%
18-Mar-26	0.0%	0.0%	0.0%	8.8%	30.6%	37.4%	19.2%	3.8%	0.2%
29-Apr-26	0.0%	0.0%	3.0%	16.3%	32.9%	31.2%	14.0%	2.5%	0.1%
17-Jun-26	0.0%	2.0%	11.6%	27.0%	31.8%	20.0%	6.6%	1.0%	0.0%
29-Jul-26	0.7%	5.4%	17.0%	28.7%	27.7%	15.3%	4.6%	0.7%	0.0%

Sources : CME Group, and KBVS Research (2025)

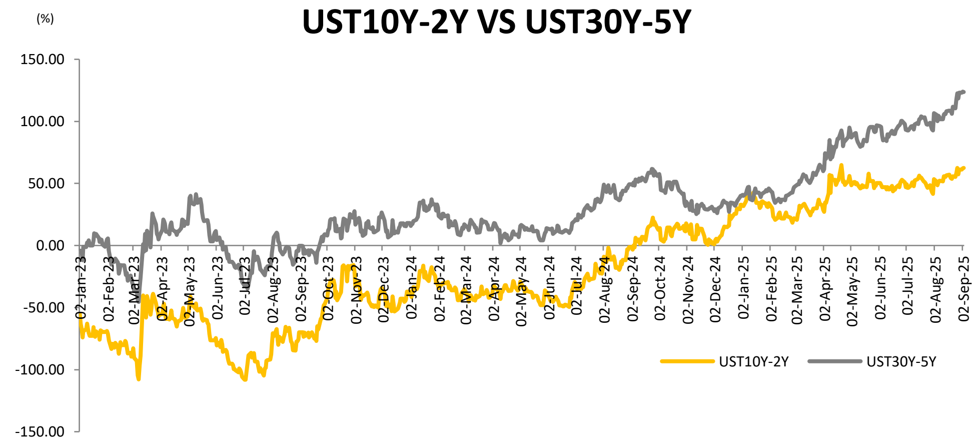
- Expectations for a Fed rate cut are growing stronger, as the Federal Reserve is increasingly likely to adopt a pro-cyclical policy stance to support the economy, particularly with U.S. manufacturing PMI coming in below expectations.
- This was further reinforced by the release of the Jul'25 JOLTS Job Openings data last night, which fell to a ten-month low of 7.181 mn (Con: 7.380 mn; Previous: 7.357 mn).
- In line with these developments, we also see the potential for a weaker DXY and a widening yield spread across tenors.

DXY



Sources : Bloomberg, and KBVS Research (2025)

YIELD SPREAD UST10Y-2Y VS UST30Y-5Y



Sources : Bloomberg, and KBVS Research (2025)

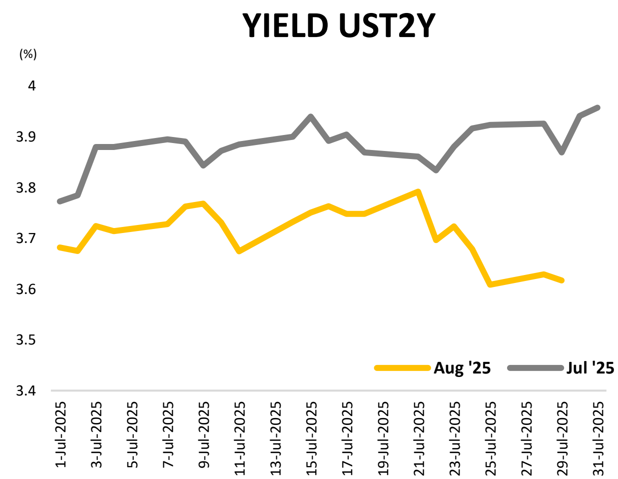
THE MOVEMENT OF UST YIELDS

US FISCAL INDICATORS	Unit	Latest Period	Data	
			Latest	Previous
Govt Debt	USD Tn	Nov' 24	36.08	35.95
Govt Debt to GDP	%	4Q24	124.35	122.3
Govt Budget	USD Bn	Nov '24	-367.30	-257.00
S&P Credit Rating	Rating	27-Mar-24	AA+	AA+

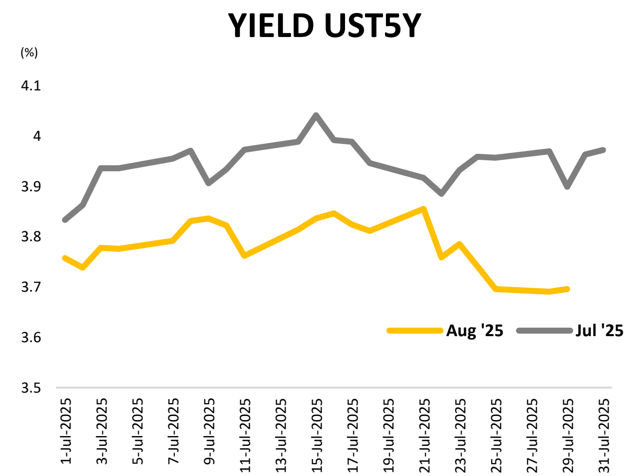
Sources : US Treasury, KBVS Research (2025)

Over the past week, UST yields moved tends to increase:

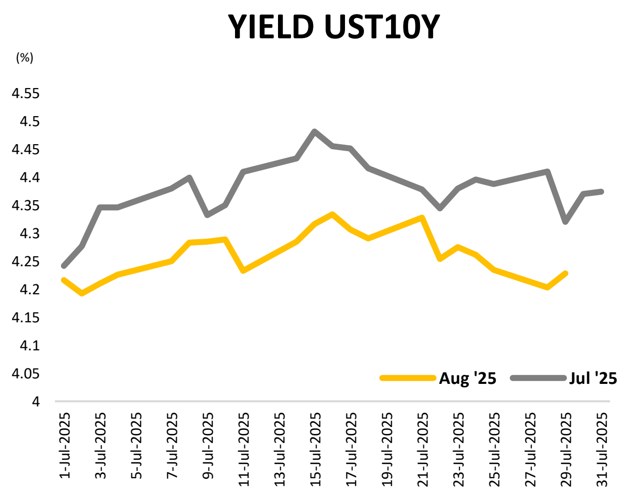
- Yield UST6M
    - -1.58 bps (WoW)
    - -28.51 bps (YtD, as of Sep 3,'25)
- Yield UST1Y
    - -5.01 bps (WoW)
    - -35.81 bps (YtD, as of Sep 3,'25)
- Yield UST2Y
    - +4.71 bps (WoW)
    - -58.60 bps (YtD, as of Sep 3,'25)
- Yield UST5Y
    - +5.36 bps (WoW)
    - -63.24 bps (YtD, as of Sep 3,'25)
- Yield UST10Y
    - +5.24 bps (WoW)
    - -28.23 bps (YtD, as of Sep 3,'25)
- Yield UST30Y
    - +6.08 bps (WoW)
    - +20.09 bps (YtD, as of Sep 3,'25)



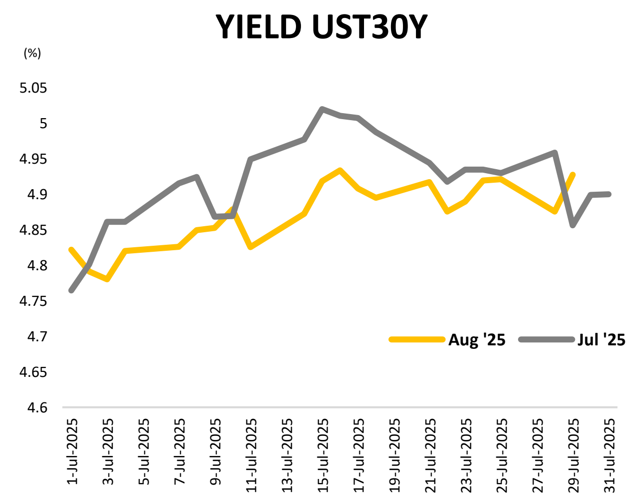
Sources : Bloomberg, KBVS Research (2025)



Sources : Bloomberg, KBVS Research (2025)



Sources : US Treasury, KBVS Research (2025)



Sources : US Treasury, KBVS Research (2025)

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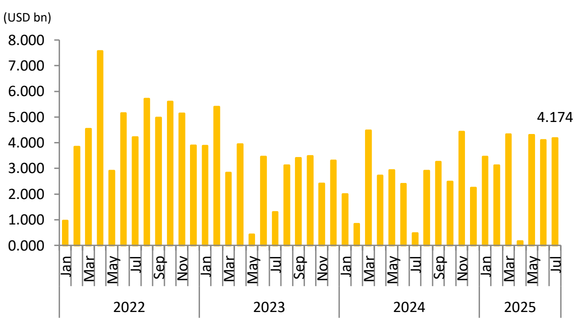
INDONESIA ECONOMIC DATA

INDICATORS OVERVIEW

Economic Indicators	Unit	Latest Period	Data	
			Latest	Previous
Policy Interest Rate	%	20 Aug '25	5.00	5.25
Economic Growth	%, yoy	2Q25	5.12	4.87
Inflation Rate	%, yoy	Aug '25	2.31	2.37
Unemployment Rate	%	Feb '25	4.76	4.91
S&P Credit Rating	Rating	17 July '24	BBB	BBB

Sources : various sources, KBVS Research (2025)

TRADE BALANCE



Sources : BPS, KBVS Research (2025)

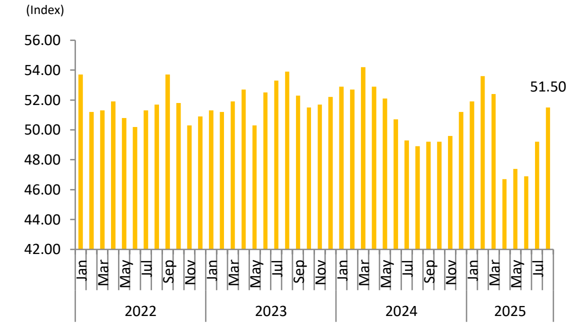
ECONOMIC CALENDAR

(28 AUG – 3 SEP '25)

Event	Actual	Forecast	Previous
Thursday, 28 Aug '25			
Friday, 29 Aug '25			
Monday, 1 Sep '25			
ID S&P Global Manufacturing PMI (Aug)	51.50		49.20
ID Core Inflation (YoY) (Aug)	2.17%	2.32%	2.32%
ID Inflation (YoY) (Aug)	2.31%	2.49%	2.37%
ID Inflation (MoM) (Aug)	-0.08%	0.09%	0.30%
ID Export Growth (YoY) (Jul)	9.86%		11.29%
ID Import Growth (YoY) (Jul)	-5.86%		4.28%
ID Trade Balance (Jul)	4.18B	3.00B	4.11B
Thursday, 2 Sep '25			
Friday, 3 Sep '25			

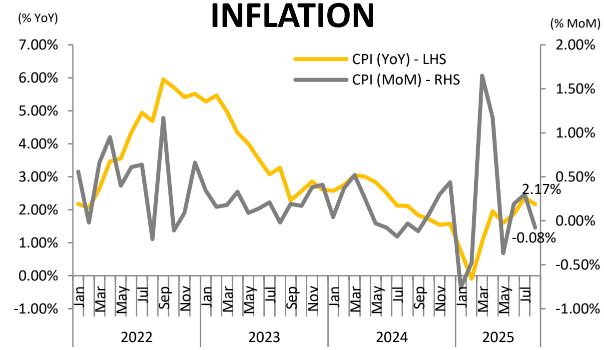
Sources : Investing, KBVS Research (2025)

S&P GLOBAL MANUFACTURING PMI



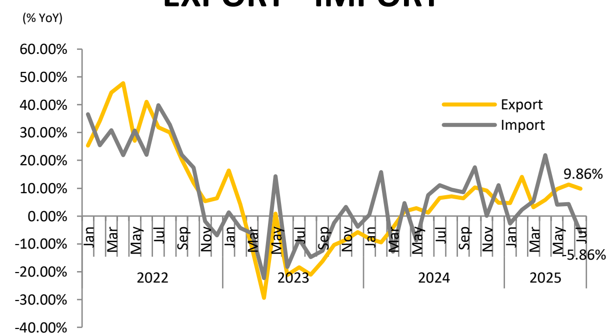
Sources : S&P Global, KBVS Research (2025)

INFLATION



Sources : BPS, KBVS Research (2025)

EXPORT - IMPORT



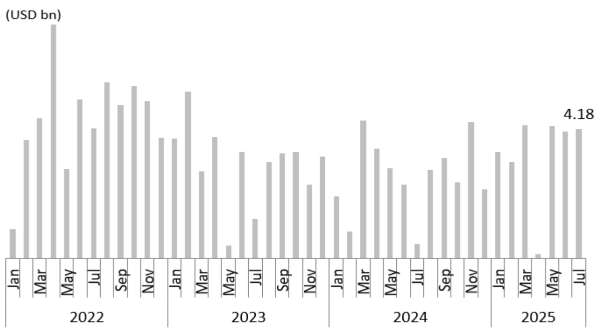
Sources : BPS, KBVS Research (2025)

The data release that influenced yield movements in the week of 28 Aug – 3 Sep '25 are as follows:

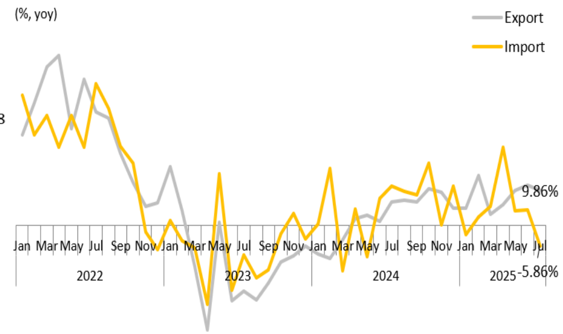
- S&P Global Manufacturing PMI in Aug '25 increased to 51.50 (Prev: 49.20).
- **As expected, Indonesia's trade surplus in Jul 25 extended its streak to 63 consecutive months, with the surplus edging higher to USD4.18 bn (Prev: USD4.1 bn).** This was largely driven by a decline in non-oil and gas imports, particularly raw materials and intermediates (-11.94% YoY) as well as consumer goods (-2.47% YoY). On the other hand, exports remained resilient, posting growth of 9.86% YoY (Prev: 11.29% YoY). The slowdown in both imports and exports reflects an anticipatory adjustment ahead of the implementation of the Trump tariffs in Aug '25. **Nevertheless, the trade surplus remains robust enough to provide support for Rupiah stability within the IDR16,220 – IDR16,420 per USD range through end-Sep '25, especially if aided by easing domestic demonstrations and a potential Fed rate cut in mid-Sep '25.M2 Money Supply in Jul '25 increased to 6.50% YoY (Prev: 6.40% YoY).**
- Defying expectations, **Indonesia posted deflation of -0.08% MoM (2.31% YoY) in Aug '25**, driven primarily by price declines in the Administered Prices and Volatile Foods components. Meanwhile, Core Inflation remained positive, rising 0.06% MoM or 2.17% YoY (Prev: 2.32% YoY). According to BPS, falling prices of tomatoes and bird's eye chilies were the largest contributors to this month's deflation, while higher rice and red chili prices continued to exert upward pressure on inflation. **With inflation (Core and Headline) still within Bank Indonesia's target range, we believe there remains room for a potential BI Rate cut going forward, particularly against the backdrop of an increasingly dovish stance from the Federal Reserve and other major central banks.**

TRADE BALANCE

TRADE BALANCE



EXPORT - IMPORT



Indicators	Value (USD bn)		Growth (%)	
	Latest	M-1	MoM	YoY
Total Export (FOB)	24.75	23.44	5.60	9.86
Oil and Gas	0.94	1.11	-15.56	-34.13
- Crude Oil	0.13	0.12	4.76	-39.79
- Processed Oil	0.22	0.36	-37.95	-33.71
- Gas	0.59	0.63	-6.53	-32.94
Non-Oil and Gas	23.81	22.33	6.65	12.83
- Agriculture, Forestry, and Fisheries	0.58	0.59	-1.82	15.68
- Manufacturing	20.53	19.00	8.04	21.98
- Mining & Others	2.70	2.74	-1.17	-28.35
Total Import (CIF)	20.58	19.33	6.43	-5.86
Oil and Gas	2.51	2.22	13.13	-29.36
- Crude Oil	0.79	0.58	34.91	-27.8
- Processing Oil	1.73	1.64	5.39	-30.04
- Gas	0.00	0.00	0.00	0.00
Non-Oil and Gas	18.06	17.11	5.56	-1.29
Import Based on the Goods Usage Classification				
Consumption Goods	2.03	1.80	12.52	-2.47
Raw/Auxiliary Materials	14.17	13.35	6.16	-11.94
Capital Goods	4.38	4.18	4.64	18.84
Trade Balance	4.17	4.10	1.71%	787.98%
Oil and Gas Trade Balance	-1.58	-1.11	41.77%	-26.00%
Non-Oil and Gas Trade Balance	5.75	5.22	10.25%	120.30%

Sources : BPS, KBVS Research (2025)

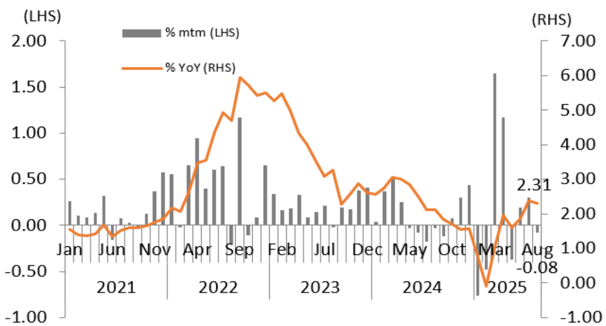
- **As expected, Indonesia's trade surplus in Jul '25 extended its streak to 63 consecutive months, with the surplus edging higher to USD4.18 bn (Cons.: USD3.0 bn; KBVS: USD3.20 bn; Prev.: USD4.11 bn).** On the export side, growth was mainly supported by non-oil and gas exports. On the import side, the steepest declines were recorded in Articles of Iron and Steel (HS73).

- **The slowdown in both imports and exports reflects anticipatory adjustments ahead of the implementation of Trump tariffs in Aug '25.** Nevertheless, with Indonesia's Manufacturing PMI in Aug '25 rebounding into expansionary territory, prospects for trade—particularly exports—look more favorable in the coming months.

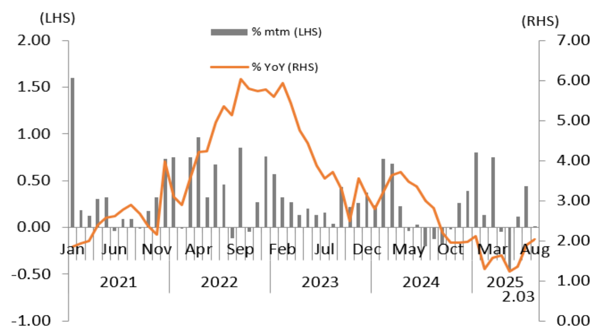
- **With the trade surplus remaining resilient, we expect continued support for Rupiah stability within the IDR16,220–IDR16,420 per USD range through end-September 2025**, especially if aided by a potential Fed rate cut in mid-September. Additionally, we hope domestic political conditions will stabilize soon, so that non-economic risks can be mitigated and avoid exerting further negative impact on domestic financial markets.

INFLATION

CPI INFLATION



WPI INFLATION



Indicators	Index		Inflation	
	Latest	M-1	MoM	YoY
Consumer Price Index (CPI)	108.51	108.60	-0.08%	2.31%
Food, Beverages, and Tobacco	113.00	113.33	-0.29%	3.99%
Clothing and Footwear	104.00	104.10	-0.10%	0.81%
Housing, Water, Electricity, and Household Fuels	104.12	104.09	0.03%	1.65%
Equipment, Tools, and Routine Household Maintenance	104.07	104.13	-0.06%	0.42%
Health	105.91	105.86	0.05%	1.91%
Transport	109.76	109.97	-0.19%	-0.29%
Info, Comm. and Financial Services	99.21	99.25	-0.04%	-0.33%
Recreation, Sport and Culture	105.16	105.07	0.09%	1.10%
Education Services	106.03	105.89	0.13%	1.43%
Food and Beverages Services/Restaurants	107.84	107.73	0.10%	1.85%
Personal Care and Other Services	120.32	120.10	0.18%	8.66%
Core inflation	106.86	106.06	0.75%	2.17%
Administered Price	110.04	110.13	-0.08%	1.00%
Volatile Food	113.47	114.17	-0.61%	4.47%
Wholesale Price Index (WPI)	105.20	105.19	0.01%	2.03%
Agriculture	107.77	108.15	-0.35%	4.14%
Mining and Quarrying	99.53	100.14	-0.61%	-1.69%
Manufacturing	107.25	107.32	-0.07%	2.06%
Farmer Exchange Rate	123.57	122.64	0.76%	3.10%
Farmers Price Received Index	153.95	152.67	0.84%	6.37%
Farmers Price Paid Index	124.58	124.48	0.08%	3.16%

Sources : BPS, KBVS Research (2025)

- **Defying expectations, Indonesia recorded deflation of -0.08% MoM or 2.31% YoY in Aug '25 (Cons: +0.09% MoM or 2.49% YoY; KBVS: +0.17% MoM or 2.57% YoY; Prev: +0.30% MoM or 2.37% YoY),** following monthly increases in June and July.

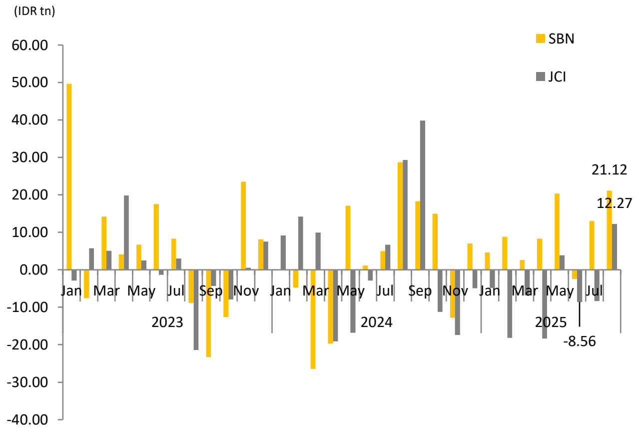
- **According to BPS, the commodities contributing most to the August deflation (MoM) included tomatoes, bird's eye chili (Cabe Rawit), garlic, kale, chicken eggs, spinach, pork, airfares, gasoline, and senior high school tuition fees.** By region, BPS reported monthly deflation in 26 provinces and 99 regencies/cities, while 12 provinces and 54 regencies/cities experienced inflation.

- **With both headline and core inflation still within Bank Indonesia's target range (2.5% YoY, ±1%), we believe there is room for further BI Rate cuts**, especially amid the increasingly dovish stance of the Federal Reserve and other major central banks. **It could also boost consumer demand for durable goods, particularly automobiles, motorcycles, and housing.**

- **That said, ongoing demonstrations across Indonesia highlight the need to maintain a conducive environment.** Mitigating negative sentiment in the economy and financial markets will be essential in safeguarding positive expectations for both the real sector and financial markets going forward.

DEVELOPMENT OF TRADABLE SBN

CAPITAL FLOW IN SBN&JCI



Sources : Bloomberg, KBVS Research (2025)

Between 28 August – 3 September '25, non-residents conducted:

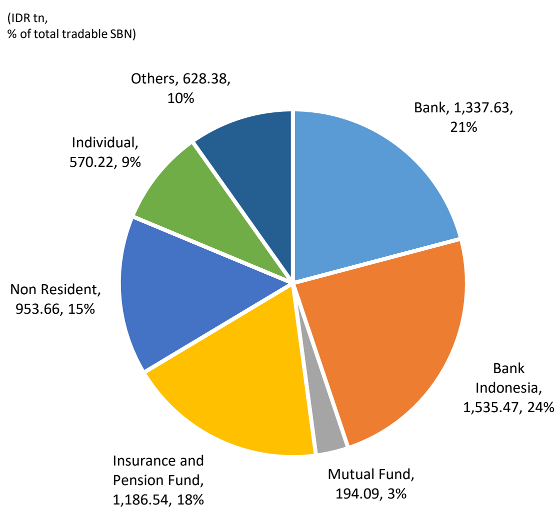
- A net buy of tradeable SBN, amounting IDR5.46 tn.
- A net sell of JCI, amounting IDR4.22 tn.

SUN LATEST AUCTION

26 Aug '25									
Instruments	SPN12251127	SPN12260813	FR0109	FR0108	FR0106	FR0107	FR0102	FR0105	Total
Incoming Bids (IDR tn)	0.82	6.81	54.02	28.01	16.24	9.49	6.14	4.49	126.02
Bid to Cover Ratio	1.10	2.72	8.25	4.15	2.35	2.56	4.55	2.99	4.20
Weighted Average Yields Awarded	4.950%	5.000%	5.730%	6.320%	6.675%	6.820%	6.850%	6.890%	
12 Aug '25									
Instruments	SPN03251112	SPN12260813	FR0109	FR0108	FR0106	FR0107	FR0102	FR0105	Total
Incoming Bids (IDR tn)	1.52	6.94	88.06	34.04	13.31	7.80	5.08	5.57	162.32
Bid to Cover Ratio	3.03	3.47	8.90	3.85	3.55	2.17	2.61	3.84	5.07
Weighted Average Yields Awarded	5.350%	5.400%	5.948%	6.470%	6.800%	6.850%	6.900%	6.940%	

Sources : DJPPR, KBVS Research (2025)

OWNERSHIP of IDR TRADABLE SBN



Sources : DJPPR, and KBVS Research (2025)

As of 1 September '25, the largest ownership of tradable SBN is as follows:

- Bank Indonesia : IDR1,535.47 tn (+IDR1.94 tn, WoW),
- Banks : IDR1,337.63 tn (+IDR6.35 tn, WoW), and
- Insurance & Pension Funds: IDR1,186.54 tn (+IDR7.65 tn, WoW)

SBSN LATEST AUCTION

2 Sep '25								
Instruments	SPNS09032026	SPNS01062026	PBS003	PBS030	PBSG001	PBS034	PBS038	Total
Incoming Bids (IDR tn)	0.52	5.77	4.55	9.56	3.58	9.76	8.17	41.86
Bid to Cover Ratio	-	3.95	8.27	11.24	2.87	4.15	4.15	4.23
Weighted Average Yields Awarded	-	5.099%	5.308%	5.489%	5.799%	6.610%	6.851%	
19 Aug '25								
Instruments	SPNS10022026	SPNS04052026	PBS003	PBS030	PBS034	PBS039	PBS038	Total
Incoming Bids (IDR tn)	1.10	5.34	3.17	10.24	3.57	3.60	6.11	33.12
Bid to Cover Ratio	2.20	10.68	3.73	3.94	7.93	1.20	5.55	3.68
Weighted Average Yields Awarded	5.280%	5.320%	5.472%	5.680%	6.679%	6.789%	6.879%	

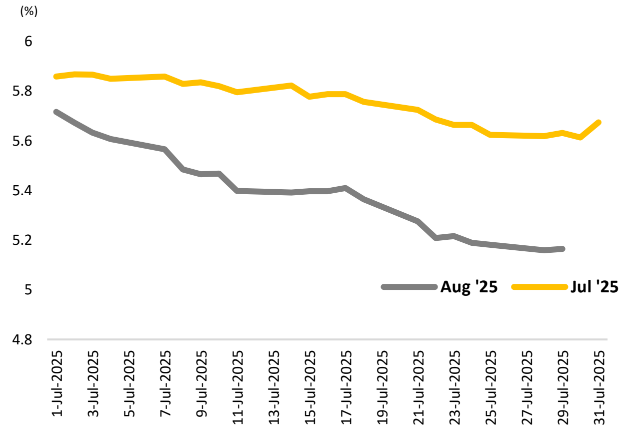
Sources : DJPPR, KBVS Research (2025)

THE MOVEMENT OF SUN YIELDS

Over the past week, SUN yields moved tends to increase:

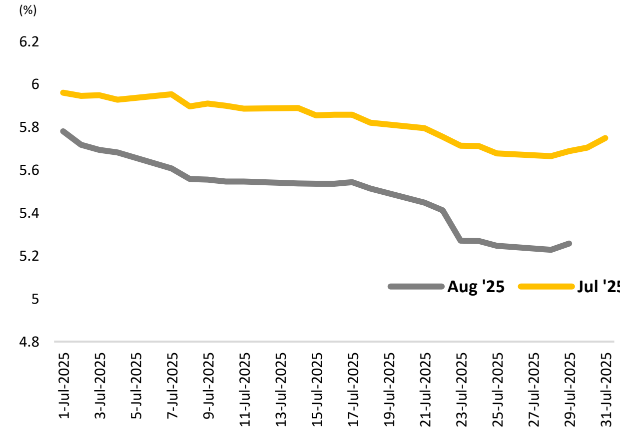
- Yield SUN1Y
    - -2.80 bps (WoW)
    - -153.50 bps (YtD, as of Sep 3,'25)
- Yield SUN2Y
    - -2.50 bps (WoW)
    - -168.20 bps (YtD, as of Sep 3,'25)
- Yield SUN5Y
    - +5.20 bps (WoW)
    - -125.50 bps (YtD, as of Sep 3,'25)
- Yield SUN10Y
    - +6.80 bps (WoW)
    - -59.20 bps (YtD, as of Sep 3,'25)
- Yield SUN30Y
    - +2.80 bps (WoW)
    - -20.80 bps (YtD, as of Sep 3,'25)

YIELD SUN1Y



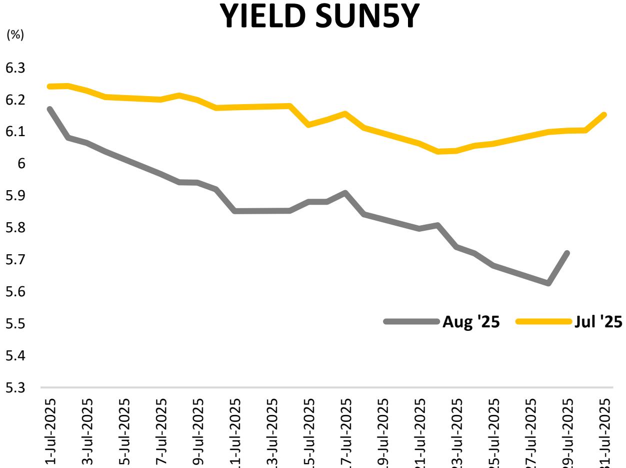
Sources : Bloomberg, KBVS Research (2025)

YIELD SUN2Y



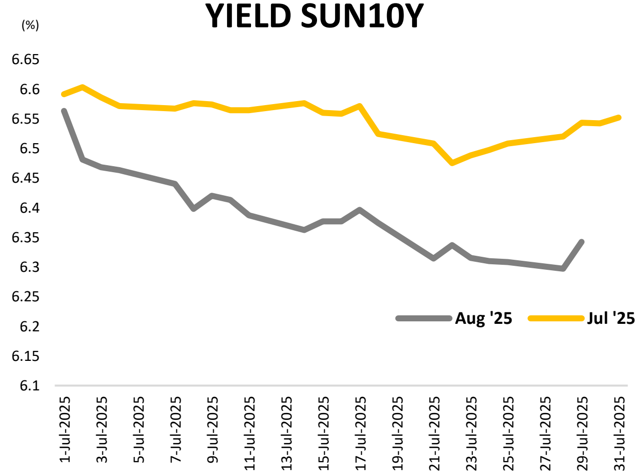
Sources : Bloomberg, KBVS Research (2025)

YIELD SUN5Y



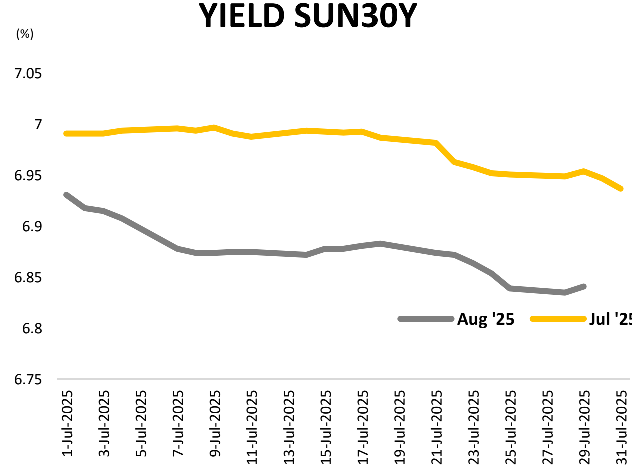
Sources : Bloomberg, KBVS Research (2025)

YIELD SUN10Y



Sources : Bloomberg, KBVS Research (2025)

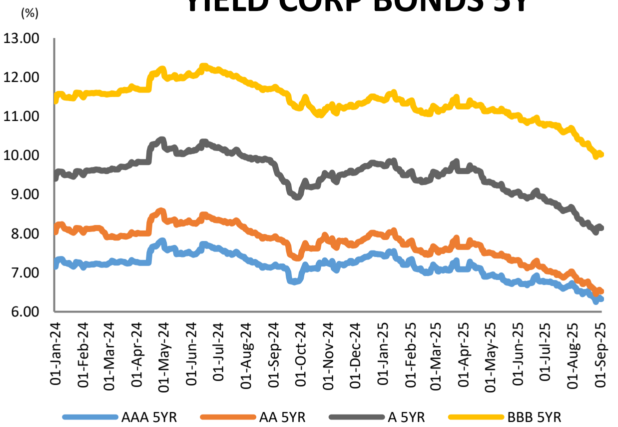
YIELD SUN30Y



Sources : Bloomberg, KBVS Research (2025)

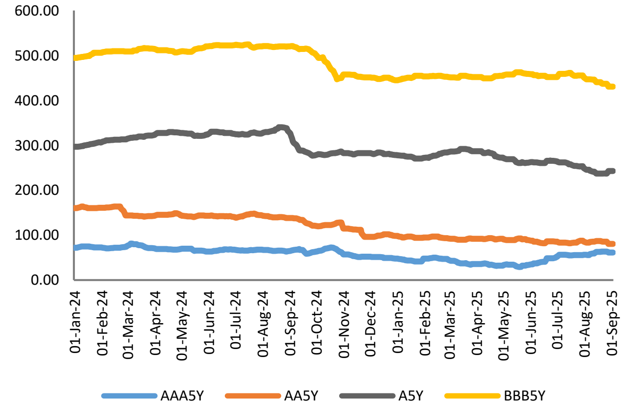
THE MOVEMENT OF CORPORATE BOND YIELD

YIELD CORP BONDS 5Y



Sources : Bloomberg, KBVS Research (2025)

YIELD SPREAD 5Y TENOR

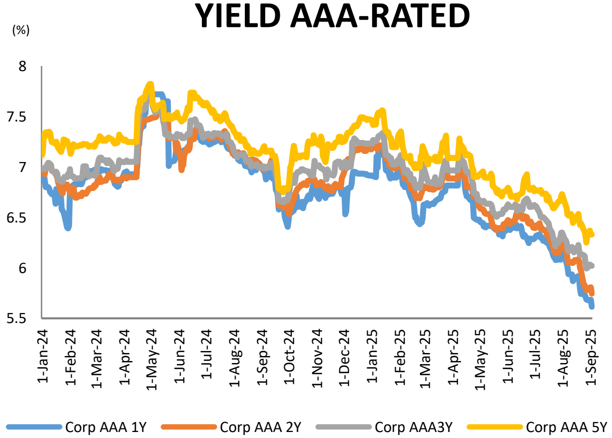


Sources : Bloomberg, KBVS Research (2025)

Corporate bond yields showed a decline movement on most of the tenors last week, as follows:

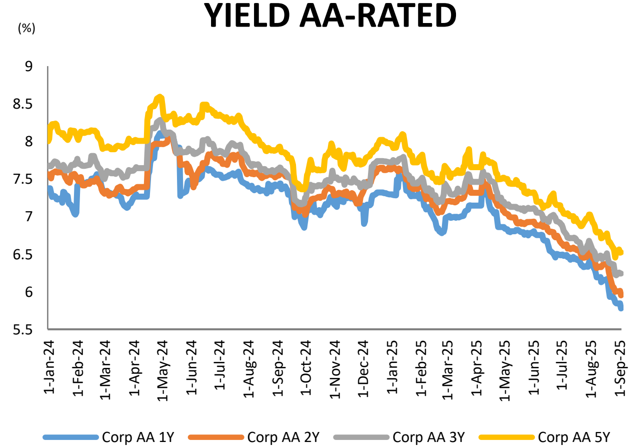
- AAA-rated
  - Tenor 1Y : -10.35 bps (WoW)
  - Tenor 2Y : -5.77 bps (WoW)
  - Tenor 5Y : +1.39 bps (WoW)
- AA-rated
  - Tenor 1Y : -12.61 bps (WoW)
  - Tenor 2Y : -8.60 bps (WoW)
  - Tenor 5Y : -1.09 bps (WoW)
- A-rated
  - Tenor 1Y : -1.71 bps (WoW)
  - Tenor 2Y : -0.02 bps (WoW), and
  - Tenor 5Y : +9.47 bps (WoW)

YIELD AAA-RATED



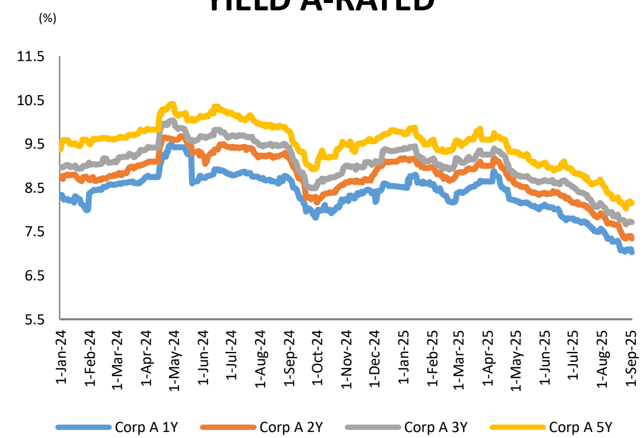
Sources : Bloomberg, KBVS Research (2025)

YIELD AA-RATED



Sources : Bloomberg, KBVS Research (2025)

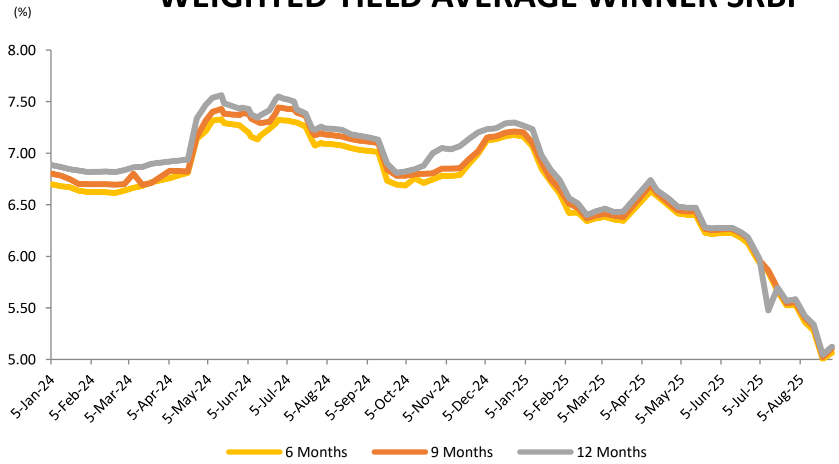
YIELD A-RATED



Sources : Bloomberg, KBVS Research (2025)

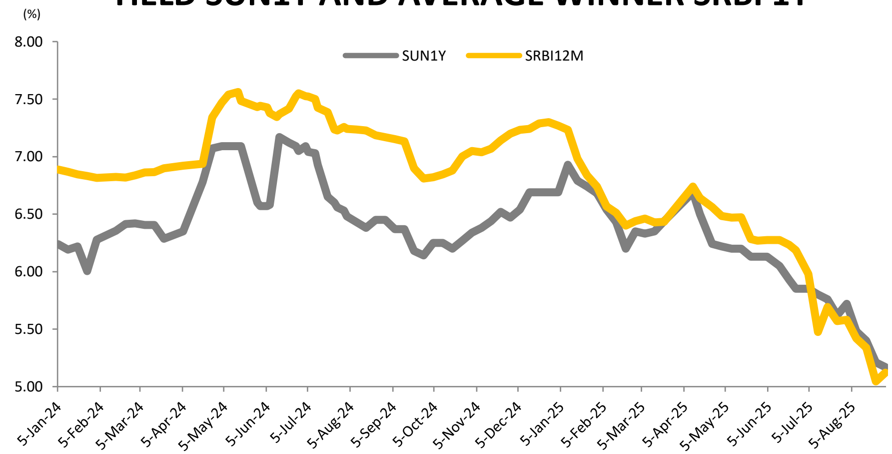
BI'S MONETARY OPERATION

WEIGHTED YIELD AVERAGE WINNER SRBI



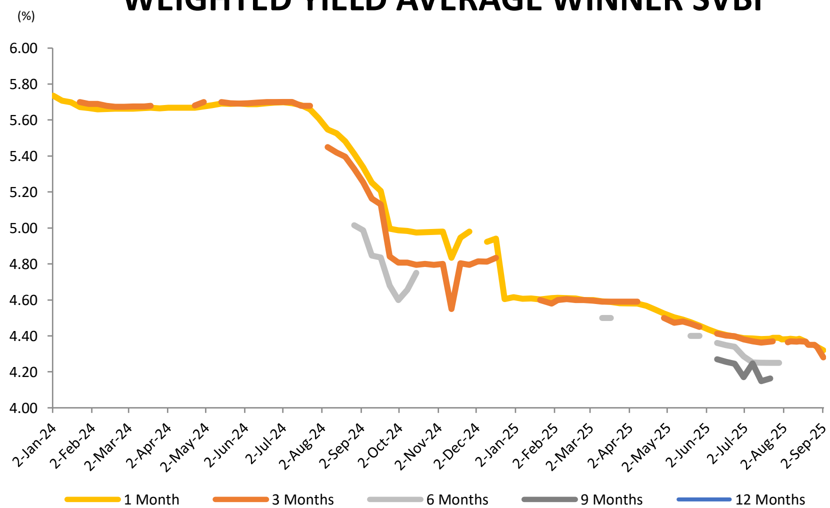
Sources : BI, KBVS Research (2025)

YIELD SUN1Y AND AVERAGE WINNER SRBI 1Y



Sources : BI, KBVS Research (2025)

WEIGHTED YIELD AVERAGE WINNER SVBI



Sources : BI, KBVS Research (2025)

- The escalating domestic political tensions, coupled with the declining relative appeal of BI securities following the BI Rate cut, have driven an increase in the awarded yield on SRBI to
  - 6 month : 5,06000% (Prev 5,00352%)
  - 9 month : 5,10529% (Prev: 5,02256%)
  - 12 month : 5,13038% (Prev: 5,04564%)

- Conversely, expectations of a Fed rate cut have driven awarded yields in SVBI lower to
  - 1 month: 4,32000 (Prev: 4,35000%)
  - 3 month: 4,28048% (Prev: 4,34993%)

KEY CONDITIONS TO BE CONSIDERED

BI-Kemenkeu Sepakat Burden Sharing demi Biayai Program Asta Cita Prabowo

Gubernur BI Perry Warjiyo menuturkan, melalui burden sharing atau pembagian beban bunga yang tentu saja bersama BI dan Kemenkeu, akan mengurangi beban pembiayaan.

Oleh Tim Bisnis
Diterbitkan 03 September 2025, 21:08 WIB

0 Komentar Share

Sources : https://www.liputan6.com/bisnis/read/6150364/bi-kemenkeu-sepakat-burden-sharing-demi-biayai-program-asta-cita-prabowo (2025)

- The political situation in Indonesia, fueled by growing dissatisfaction with various elements of the ruling authorities, has become an issue that requires urgent attention.
- We have been concerned about this since the protest in Pati on August 13, 2025, which demanded adjustments to the property tax (PBB) that had previously been raised significantly—by an average of 250%—by the local mayor.

Sources : https://www.instagram.com/jeromepolin/ (2025)

- Although many grievances are being voiced by the public, we observe that the so-called "17+8 demands" appear to be the most widely echoed by Indonesian society at this time.
- Unfortunately, the 17 demands, which carry a deadline at the end of this week, have yet to receive a response.
- We therefore worry that further demonstrations could occur next week, keeping Indonesia's economic momentum subdued.

- In addition, the burden-sharing scheme between Bank Indonesia and the Government to finance state programs also raises concerns.
- We fear it could negatively affect sentiment regarding governance, especially since similar initiatives had already been launched through the issuance of Patriot Bonds.

TABLE OF CONTENTS :

NEXT WEEK ECONOMIC CALENDAR

ECONOMIC CALENDAR

(4-10 SEP 2025)

Country Event	Forecast	Previous
Thursday, Sep 4, 2025		
US FOMC Member Kashkari Speaks		
US Beige Book		
US API Weekly Crude Oil Stock		-0.974M
S&P Global Construction PMI (Aug)	45.20	44.30
US ADP Nonfarm Employment Change (Aug)	71K	104K
US Continuing Jobless Claims		1,954K
US Initial Jobless Claims	229K	229K
US Nonfarm Productivity (QoQ) (Q2)	2.90%	2.40%
US Exports (Jul)		277.30B
US Imports (Jul)		337.50B
US Trade Balance (Jul)	-67.20B	-60.20B
US Unit Labor Costs (QoQ) (Q2)	0.90%	1.60%
US S&P Global Composite PMI (Aug)	55.40	55.40
US S&P Global Services PMI (Aug)	55.40	55.40
US ISM Non-Manufacturing Employment (Aug)		46.40
US ISM Non-Manufacturing PMI (Aug)	50.50	50.10
US ISM Non-Manufacturing Prices (Aug)		69.90
US Crude Oil Inventories		-2.392M
US Cushing Crude Oil Inventories		-0.838M
US FOMC Member Williams Speaks		

Country Event	Forecast	Previous
Friday, Sep 5, 2025		
US Fed's Balance Sheet		6,603B
JP Household Spending (YoY) (Jul)	2.20%	1.30%
JP Household Spending (MoM) (Jul)		-5.20%
GB Core Retail Sales (MoM) (Jul)	0.40%	0.60%
GB Core Retail Sales (YoY) (Jul)	1.10%	1.80%
GB Halifax House Price Index (MoM) (Aug)	0.20%	0.40%
GB Halifax Houde Price Index (YoY) (Aug)		2.40%
GB Retail Sales (YoY) (Jul)	1.30%	1.70%
GB Retail Sales (MoM) (Jul)	0.40%	0.90%
GE Factory Orders (MoM) (Jul)	0.40%	-1.00%
GB Mortage Rate (GBP) (Aug)		6.99%
EU GDP (QoQ) (Q2)	0.10%	0.10%
US Average Hourly Earnings (YoY) (Aug)		3.90%
US Average Hourly Earnings (MoM) (Aug)	0.30%	0.30%
US Nonfarm Payrolls (Aug)	74K	73K
US Participation Rate (Aug)		62.20%
US Private Nonfarm Payrolls (Aug)		83K
US U6 Unemployment Rate (Aug)		7.90%
US Unemployment Rate (Aug)	4.30%	4.20%

Country Event	Forecast	Previous
Monday, Sep 8, 2025		
JP Adjusted Current Account (Jul)		239.79T
JP Current Account n.s.a. (Jul)		1.348T
JP GDP (QoQ) (Q2)	0.30%	0.30%
JP GDP Annualized (QoQ) (Q2)		1.00%
JP GDP Price Index (YoY) (Q2)	3.00%	3.00%
ID Fx Reserves (USD) (Aug)		152.00B
GE Industrial Production (MoM) (Jul)		-1.90%
GE Trade Balance (Jul)		14.90B
CN Exports (YoY) (Aug)		7.20%
CN Imports (YoY) (Aug)		4.10%
CN Trade Balance (USD) (Aug)		98.24B
Tuesday, Sep 9, 2025		
US Consumer Credit (Jul)		7.37B
GB BRC Retail Sales Monitor (YoY) (Aug)		1.80%
US Payroll Benchmark n.s.a.		-598K
Wednesday, Sep 10, 2025		
CN CPI (MoM) (Aug)		0.40%
CN CPI (YoY) (Aug)		0.00%
CN PPI (YoY) (Aug)		-3.60%
US Core PPI (MoM) (Aug)		0.90%
US PPI (MoM) (Aug)		0.90%

Sources : investing, KBVS Research (2025)


Thank you!