Indonesia Macro Assumptions Update

2023-2027 · Historical Actual & Forecast · Government vs Rating Agencies · 17 July 2026

aldiracita SEKURITAS INDONESIA

Indonesia 2027 growth target of 5.8-6.5% outpaces consensus' 4.6-5.4%

2027 Growth Target	2027 Growth Consensus	2026 ICP: Outlook vs APBN	Oil Lifting: Outlook vs APBN
5.8-6.5%	**~5.0%**	**USD91.9**	**535.8**
Agreed by Banggar-DPR, govt & BI, 2 Jul 2026	Fitch, S&P, Moody's, Goldman, BofA, Nomura, Bloomberg avg.	USD/bbl vs 70 assumed · Middle East risk	kbpd vs 610 target · persistent shortfall

KEY TAKEAWAYS

- On 2 July 2026, DPR's Banggar, the government, and Bank Indonesia agreed the macro assumptions underpinning Indonesia's 2027 budget: growth of 5.8-6.5%, inflation of 1.5-3.5%, a rupiah range of IDR16,800-17,500/USD, and an ICP band of USD70-95/barrel. This follows three straight years of growth holding near 5% · 5.05% in 2023, 5.03% in 2024, 5.11% in 2025 · with 2026 running at 5.61% in the first quarter. The 2027 band assumes a materially faster expansion than anything delivered since the pandemic recovery.
- Cross-referencing seven independent forecasters compiled via Bloomberg consensus (Fitch, S&P Global, Moody's, Goldman Sachs, Bank of America, Nomura, and Bloomberg's own consensus), 2027 growth estimates cluster between 4.6% and 5.4%, averaging near 5.0% · as much as 1.5 percentage points below the government's own ceiling. Inflation is a smaller gap: the same institutions cluster at 2.6-2.9%, comfortably inside the government's 1.5-3.5% band, suggesting the divergence between the Government and the rating agencies is concentrated almost entirely in growth, not price stability.
- The strain is already visible in 2026's numbers. ICP has run at USD91.9 per barrel versus the APBN's USD70 assumption, driven by Middle East supply disruption, while oil lifting has undershot at 535.8 thousand barrels per day against a 610k target, a persistent structural shortfall. Both feed the subsidy and compensation bill, which Kemenkeu's own APBN KiTa data show swelling to IDR203.7 trillion by May 2026 · a buffer that works only as long as fiscal room allows, and that illustrates how quickly energy-price assumptions can move the government's budget math.
- A widening gap between government ambition and what rating agencies model raises the risk that 2027's targets get read as aspirational rather than a credible planning benchmark, a distinction that matters for how Fitch, S&P, and Moody's frame Indonesia's fiscal trajectory. Aldiracita's own house view sits closer to consensus: growth of 5.0-5.3% and a rupiah of Rp17,200-17,700/USD for 2027, both more conservative than the official assumption and more consistent with the trajectory actually observed since 2023. *Key watch: whether growth prints hold above 5.5% through the second half of 2026 · a sustained deceleration toward consensus levels would validate the rating agencies' more cautious read and pressure the credibility of the 2027 targets.*

Indonesia Macro Assumptions · Historical Actual & 2026 Outlook

Variable	2023	2024	2025	2026 APBN	2026 Outlook - Aldira
Growth (%, yoy)	5.05	5.03	5.11	5.4	5.30 (smaller MBG disbursement)
Inflation (%, yoy)	2.61	2.30	2.92	2.5	2.75 (prolonged global energy crisis)
Exchange rate (Rp/USD)	15,399	16,132	16,475	16,500	17,863 (eop) / 17,057 (ytd)
SBN 10Y yield (%)	6.48	7.00	6.01 (eop) / 6.71 (ytd)	6.9	6.67 (eop) / 6.48 (ytd)
ICP (USD/bbl)	n.a.	n.a.	67.38	70	91.9
Lifting oil (kbpd)	n.a.	n.a.	605.6 / 582.1	610	535.8
Lifting gas (kboepd)	n.a.	n.a.	943.7 / 970.7	984	957.9

Source: BPS, Bank Indonesia, Bloomberg Consensus (2023-24 actual); Kemenkeu APBN KiTa Juni 2026 & Nota Keuangan RAPBN 2026 (2025-26).

Indonesia 2027 Assumptions · Government/DPR vs 7-Institution Consensus vs Aldiracita House View

Variable	Government Lower	Government Upper	Consensus Range	Aldiracita View	Note
Growth (%, yoy)	5.8	6.5	4.6-5.4	5.0-5.3	Consensus ~1.3pp below govt ceiling
Inflation (%, yoy)	1.5	3.5	2.6-2.9	2.8-3.2	Within band, upper half
Exchange rate (Rp/USD)	16,800	17,500	~17,500	17,200-17,700	Consensus sits at top of govt band
SBN 10Y yield (%)	6.5	7.3	~6.7	6.5-6.9	Within band, lower half
ICP (USD/bbl)	70	95	n.a.	78-88	Mid-band; Middle East risk persists
Lifting oil (kbpd)	605	620	n.a.	560-590	Below target; 2026 already missing
Lifting gas (kboepd)	951	990	n.a.	940-970	Near target; better track record than oil

Source: DPR-Banggar/Kemenkeu (govt/DPR assumption, agreed 2 Jul 2026); Bloomberg Consensus ECFC compilation (Jun 2026 vintage); Aldiracita Research estimates.

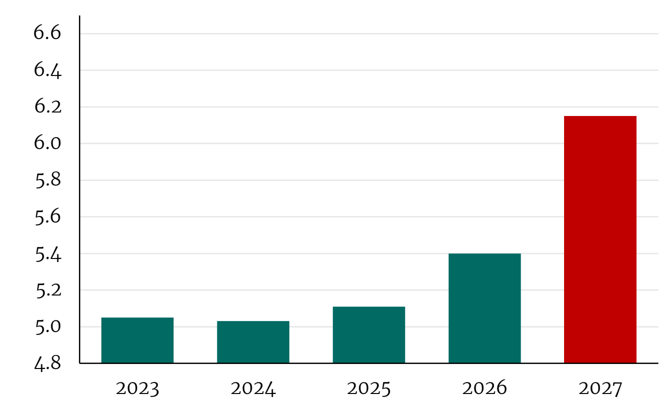
Market Implications

Dimension	Assessment	Analysis
Sovereign Rating / Fiscal Credibility	Cautious	**A 2027 growth target 1.3-1.5pp above rating-agency consensus**, if unmet, risks being read as a credibility gap rather than genuine outperformance · a factor Fitch, S&P, and Moody's weigh when assessing Indonesia's fiscal trajectory and outlook.
SBN / Rates	Neutral	**SBN 10Y yield has room to stay contained (6.5-6.9% house view)** if inflation stays within band, but a re-acceleration in ICP or a **wider fiscal deficit than the government's 1.8-2.4% 2027 band could pressure yields higher.**
Rupiah / FX	Cautious	Aldiracita's house view (IDR17,200-17,700/USD) sits weaker than the government's own 2027 band, consistent with consensus already testing the upper- range in 2026 · a structural source of IDR pressure.

Source: Aldiracita Research / official sources. For informational purposes only.

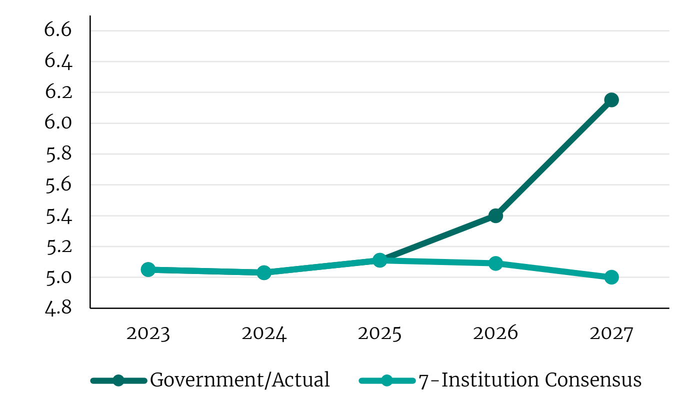
Supporting Charts

Real GDP Growth (%, YoY): Actual 2023-25 & Government Assumptions 2026-27



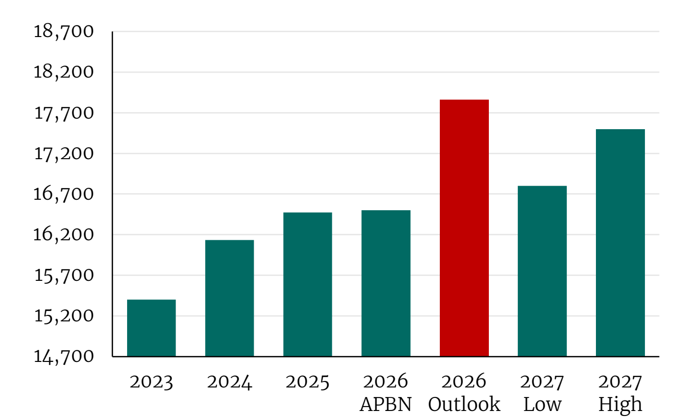
2027's government assumption implies the sharpest one-year growth acceleration in the dataset · a notable break from three years of readings near 5%. Source: BPS, DPR-Banggar (2 Jul 2026).

Real GDP Growth: Government Assumption vs 7-Institution Consensus



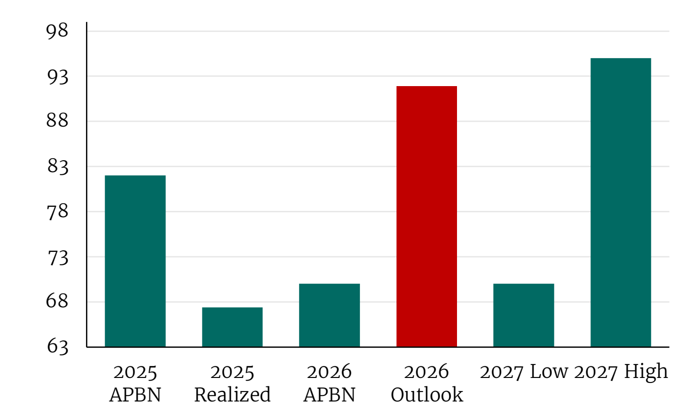
The two lines track closely through 2025 · the divergence opens entirely in the 2027 assumption, where the government's band sits roughly 1 point above what rating agencies and sell-side consensus model. Source: DPR-Banggar, Bloomberg Consensus ECFC compilation.

Rupiah (Rp/USD): 2023-25 Actual, 2026 Outlook & 2027 Range



The rupiah has already breached its own 2026 assumption by mid-year, running weaker than even the top of the 2027 government band. Source: Bank Indonesia, Bloomberg Consensus, Kemenkeu APBN KiTa.

ICP (USD/bbl): APBN Assumption vs Realized/Outlook, 2025-2027



ICP has swung from a 2025 undershoot to a 2026 overshoot of nearly USD22/barrel above assumption, illustrating how quickly Middle East risk can move the fiscal energy bill. Source: SKK Migas/ESDM, Kemenkeu, DPR-Banggar.

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