

### PHINTRACO SEKURITAS Member of Indonesia Stock Exchange

# **Domestic Macro Flash**

## Indonesia Inflation| July 1st, 2025

Indonesia's June 2025 Inflation Rises to 1.87% YoY, Exceeding Expectations

# Ref. Headline Inflation Core Inflation Volatile Food Inflation Administered Price Inflation Jun-25 0.19% MoM 1.87% YoY 0.07% MoM 2.37% YoY 0.77% MoM 0.57% YoY 0.09% MoM 1.34% YoY

Source : Phintraco Sekuritas Research | BPS

Source : Phintraco Sekuritas Research | BPS

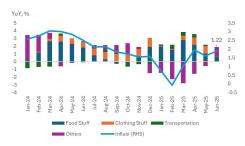
Indonesia's Consumer Price Index (CPI) experienced inflation of 1.87% YoY in June 2025, up from 1.60% YoY in May 2025. This inflation realization was above the consensus forecast of 1.83% YoY. Core inflation slightly decreased to 2.37% YoY in June 2025 from 2.40% YoY in May 2025. Commodities contributing to core inflation components included jewelry, ground coffee, and cooking oil. Meanwhile, the volatile food component experienced inflation of 0.57% YoY in June 2025. The administered price component experienced inflation of 1.34% YoY, with significant contributions from water utility rates, Machine-Made Kretek Cigarettes and Hand-Rolled Kretek Cigarettes (Figure 1).

Indonesia's monthly inflation decreased to 0.19% MoM in June 2025 from a deflation of 0.37% MoM in May 2025. The highest inflation rate was observed in the volatile food component, at 0.77%, which contributed 0.13% to overall inflation. It coincided with the Eid al-Adha religious holiday. The primary commodities were rice, cayenne chilies, and shallots, which contributed 0.04%, 0.03%, and 0.02% to inflation, respectively. Additionally, core inflation was 0.07% MoM and administered price inflation was 0.09% MoM in June 2025 (Figure 2).

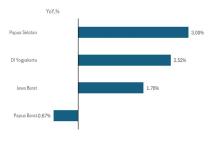
The rising inflation was supported by increases in the personal care and other services group, which saw inflation of 9.30% YoY in June 2025, followed by the food, beverages, and tobacco group at 1.99% YoY. These two groups contributed 1.17% to the total general inflation, with other classifications contributing 1.22% (Figure 3). In the personal care and other services group, gold jewelry was a significant contributor to inflation. Other commodities that significantly contributed to inflation included water utility rates, rice, and cooking oil.

Among Indonesian provinces, the highest inflation rate was recorded in South Papua at 3.00% YoY. In Java, the highest inflation was in DI Yogyakarta at 2.52% YoY, while the lowest was in West Java at 1.78% YoY. The province with the lowest inflation rate in Indonesia was West Papua, which experienced deflation of 0.67% YoY in June 2025 (Figure 4).

Figure 3. Contribution Goods to Inflation



### Figure 4. Inflation by Province



Sumber : Phintraco Sekuritas Research | BI, BPS

DISCLAIMER : The information on this document is provided for information purpose only, It does not constitute any offer, recommendation or solicitation to any person to enter into any transaction or adopt any trading or investment strategy, nor does it constitute any prediction of likely future movement in prices. Users of this document should seek advice regarding the appropriateness of investing in any securities, financial instruments or investment strategies referred to on this document and should understand that statements egarding future prospects may not be realized, Opinion, Projections and estimates are subject to change without notice, Phintraco Sekuritas is not an investment adviser, and is not purporting to provide you with investment advice, Phintraco Sekuritas accepts no liability whatsoever for any direct or consequential loss arising from the use of this report or its contents, This report may not be reproduced, distributed or published by any recipient for any purpose.

### Previous Data (Headline Inflation)

Period	MoM	YoY
May 2025	-0.37%	1.60%
Apr 2025	1.17%	1.95%
Mar 2025	1.65%	1.03%

Source : Badan Pusat Statistik (BPS)

### Wholesale Trade Price Inflation Index

Period	Agri WTPI	Minerals WTPI	Industry WTPI
May 25	106.08	101.26	106.81
Apr 25	108.41	100.89	106.86
Mar 25	109.20	100.54	106.82

Source : Badan Pusat Statistik (BPS)

### Main Commodities Contributors to Inflation

Commodities	Price* (IDR/Kg)	MoM
Rice	Rp 13,995	1.70%
Cayenne Papper	Rp 45,062	0.06%
Union	Rp 42,261	6.61%

Source : Bapanas | \*30 June 2025

### Comparison Inflation by Country

AEs	Inflation Rate	EMDEs	Inflation Rate
Canada	1.7%	Brazil	5.3%
Euro Area	1.9%	China	-0.1%
Japan	3.5%	India	2.8%
Singapore	0.8%	Malaysia	1.2%
Sweden	0.2%	Mexico	4.4%
United Kingdom	3.4%	Russia	9.9%
United States	2.4%	Thailand	-0.6%

Source : Tradingeconomics with Last Updated (1/7/25)

AEs-Advanced Economics | EMDEs-Emerging Market.

Macro and Fixed Income Analyst Nur Ryshalti +62 21 255 6138 Ext. 8302

Head of Research & Education Valdy Kurniawan +62 21 255 6138 Ext. 8302 valdy@phintracosekuritas.com

nur.ryshalti@phintracosekuritas.com

Sumber : Phintraco Sekuritas Research | BI