



BUILD A BETTER TOMORROW

58TH ACF COUNCIL MEETING

BOHOL, PHILIPPINES - 10TH APRIL 2026





INDONESIA MACRO ECONOMY GDP GROWTH 2015-2025



Source: BPS News No. 18/02/Th. XXIX, 5 Feb 2026



INDONESIA

MACRO ECONOMY

3.48%

Inflation Rate Y-on Y

3.81%

Construction Growth
2025

9.83%

Construction Sector
contribution 2025

Source:

- 1.BPS News No. 18/02/Th. XXIX, 5 Feb 2026,
- 2.BPS News No 31/04/Th. XXIX 1 April 2026
- 3.BPS Construction Indicators Vol. 20 No. 1,2026



INFRASTRUCTURE UPDATE

IKN: Ibukota Nusantara

78 Construction package finished

11 Construction package ongoing

37
Bina Marga

16
SDA

32
Cipta Karya

1
Strategic
Infrastructure

Source:

- 1.Ministry of Public Work
- 2.Otorita IKN



INFRASTRUCTURE UPDATE

IKN progress: Development of WWTP (Wastewater Treatment Plants) 1, 2, and 3 in the Core Area of the National Capital Government Center (KIPP IKN)



3D model



81.26% progress as
on 1st April 2026



INFRASTRUCTURE UPDATE

Toll Road Probolinggo - Banyuwangi

Phase I Gending - Besuki 46.68 km

- 97.61% - Finishing stage
- 3 Package:
 - Gending - Kraksaan
 - Kraksaan - Paiton
 - Paiton - Besuki

Phase II Besuki - Banyuwangi 126.1 Km

- Feasibility study approved





EFFECT OF US & ISRAEL - IRAN WAR

Impact on Indonesia's Economy

- Energy shock
- Inflation across sectors
- Trade logistic disruption
- Exchange rate & macro risk

Impact on Construction Sector

- Fuel cost
- Material cost escalation
- Logistics delays
- Financing pressure & project slowdown
- Government budget trade-off



FUEL COST COMPARISON

Note 1 USD - IDR 17.032

FUEL	2025 PRICE RANGE	MARCH 2026 PRICE	Increment
Industrial Solar HSD B35/B40	IDR 18.500- IDR 20.800/lit	IDR 21.250-IDR 23.050/lit	5-12%
Marine Fuel Oil (MFO)	IDR 13.800-IDR 14.900/lit	IDR 15.450/Lit	4-9%
LSFO	IDR 13.800-IDR 14.900/lit	IDR 15.450/lit	4-9%
HSFO	IDR 12.400-IDR13.000/lit	IDR 13.500-IDR13.600/lit	4-8%
Dexlite	IDR 13.200-IDR13.800/lit	IDR 14.200/lit	3-7%
Pertamina Dex	IDR 13.600 - IDR 14.200/lit	IDR 14.500/lit	2-6%

Source: PT Pertamina Patra Niaga



MATERIAL INCREASE PROJECTION

Material	5% Fuel increment	15% Fuel Increment	20% Fuel Increment
Cement	1.5-2.5%	4-6%	5-7%
Sand	1-2.5%	3-5%	4-6%
Steel	2-3%	5-7%	6-9%
Brick	1.5-2.5%	4-6%	5-7%
Readymix	1.5-3%	4-6%	5-8%
Asphalt	3-4%	7-10%	9-12%

Source: ICA Members



INFLATION RATE ESTIMATION

Scenario	Construction Cost Increment
Normal rate 2.5%	1-2%
Inflation 3-4%	2-3.5%
Inflation & Fuel surge effect	3-6%

Note:

1. Inflation under Bank of Indonesia assumption
2. Economy growth at 5%
3. Construction demand still moderat



POTENTIAL CONSTRUCTION COST

Combination Factor	Construction Cost Increment
Fuel cost increase	1.5-4%
Fuel + Supply chain increase	2.5%-6%
Fuel+Supply chain + inflation	3-8%

Semester II projection:

1. Global supply chain high risk depends on geopolitical situation
2. Domestic distribution relative stable
3. High risk sectors are energy and logistic
4. Moderate material price increament



**THANK
YOU**



MARAMING SALAMAT

