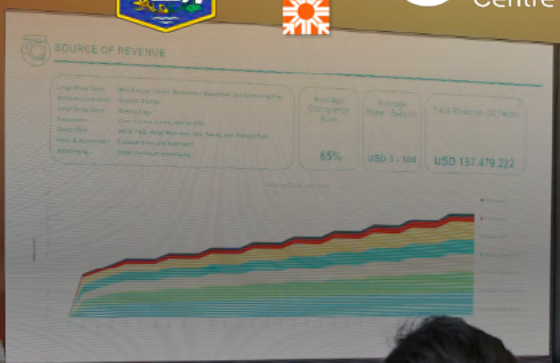


JIC Newsletter

August 2025 Edition



Connecting ASEAN: Jakarta Investment Festival Explores Seamless Cross-Border Payments



JAKARTA (7/8) - Jakarta is taking significant strides in advancing digital payment innovation, with a strong focus on the introduction and development of QRIS as a cross-border payment solution. Forefront of this initiative is the Jakarta Investment Centre (JIC), which, in collaboration with Bank Indonesia and the Thai Chamber of Commerce Indonesia (ThaiCham), hosted JIF Talks as part of the Jakarta Investment Festival (JIF) 2025. The event was held on Thursday, 7 August 2025, at The Ritz Carlton Mega Kuningan, Jakarta, under the theme “QRIS: ASEAN Cross Border Payment.”

JIF Talks main role is to serve as a platform to exchange insights on economic policy, regulatory frameworks, and investment opportunities, while fostering collaboration between government, business leaders, and regional partners. This event highlighted how QRIS is poised to be a game-changer for regional integration. It serves as a secure and efficient tool for seamless transactions, fostering deeper economic ties and unlocking new investment opportunities across ASEAN. The success of QRIS in Indonesia provides a clear roadmap for its regional potential. Jakarta’s economy grew by a robust 5.18% in the second quarter of 2025, with digital payments as a key driver. As of June 2025, QRIS has been adopted by an impressive 57 million merchants, with 93% of them being small and medium-sized enterprises (SMEs). This has led to an astonishing 183% annual increase in QRIS transaction volume.

Our esteemed speakers from Bank Permata and DANA Indonesia are at the forefront of this initiative.

Indonesia are at the forefront of this initiative. Bank Permata noted a remarkable 600% annual growth in QRIS cross-border transactions as of May 2025, driven by strong adoption in Thailand, Malaysia, and Singapore. DANA Indonesia views the initiative as a source of national pride, showcasing Indonesia’s commitment to global financial standards. While challenges like differing payment habits across countries (some prefer contactless cards over QR codes) remain, the potential of QRIS is undeniable. Participants in the JIF Talks universally agreed that QRIS is a key driver for financial inclusion and a crucial step towards regional economic integration.

In response to the positive feedback, the Jakarta Investment Centre plans to organize follow-up JIF Talks with diverse speakers and comprehensive topics. The goal is to continue positioning Jakarta as the epicenter of investment and innovation in ASEAN, ensuring a prosperous and digitally connected future for the region.

JIF 2025: Investing in a Sustainable and Smarter Jakarta



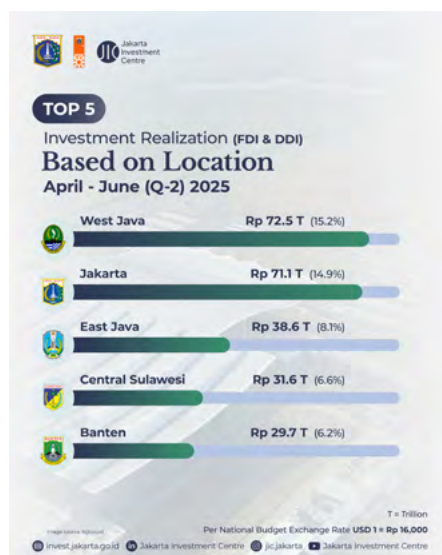
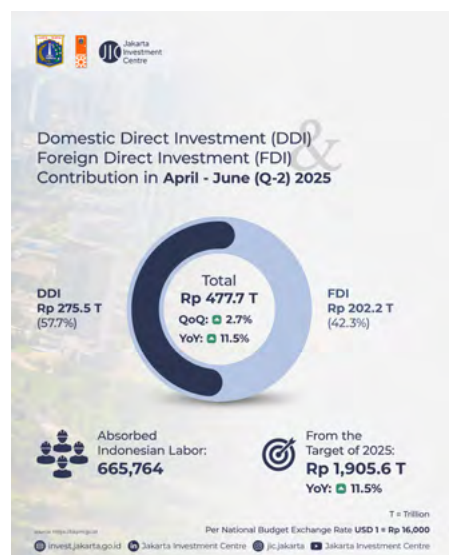
JAKARTA (21/8) - The Jakarta Investment Festival (JIF) 2025 is a key event for investors looking to get in on Jakarta's future. The festival is a series of events from July to October 2025, with two exhibitions highlighting pivotal investment opportunities shaping the city's future.

The JIF Exhibition was strategically divided into two distinct parts, each showcasing key sectors. The first exhibition, which took place from 12-13 August 2025, shone a spotlight on the Property, Transit-Oriented Development (TOD), and Mixed-Use sectors. Attendees were given a glimpse into projects that are actively building Jakarta's future, such as MRT Jakarta's Lebak Bulus Park & Ride and various Mixed-Use developments. The second exhibition, held from 19-20 August 2025, focused on the critical areas of Clean Water and Wastewater Management. This segment featured projects from state-owned enterprises like PERUMDA PAL Jaya and PERUMDA Air Minum Jaya (PAM JAYA), underscoring initiatives aimed at securing Jakarta's sustainable water infrastructure.

Held under the theme "Invest SMART for a Global Start," the festival successfully positioned Jakarta as a prime location for investment and innovation. Throughout the exhibitions, attendees participated in project presentations, one-on-one meetings with project owners, and even site visits for a select group of projects. The event attracted significant interest from a range of major international players. Companies like Lotte Engineering & Construction Co., Ltd., PT China Communications Construction Engineering Indonesia, SUEZ, and the Philippines Business Club Indonesia/Manila Water were among the potential investors present. Their attendance signaled strong global confidence in Jakarta's strategic development plans.

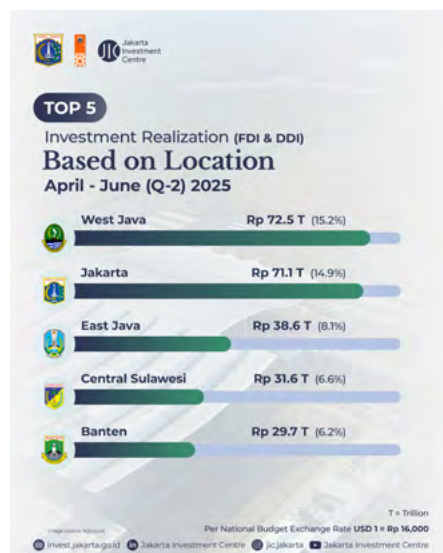
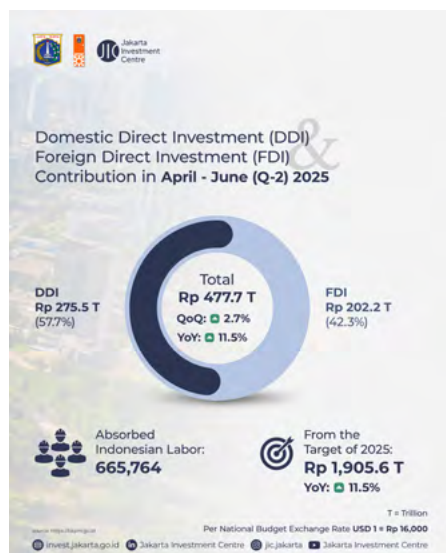
The festival was not just about showcasing projects; it was about forging real partnerships. It was reported that the event resulted in several potential Letters of Intent, particularly for high-value projects. Notably, the East & West Ancol Development and various PAM Jaya Water Treatment Plant projects were among those that secured significant interest, paving the way for future collaborations and a greener, more developed Jakarta.

Indonesia's Investment Performance in Q2 2025 Sustains Strong Growth



Indonesia recorded another quarter of solid investment performance in the second quarter (Q2) of 2025 (April–June), reaffirming its position as a resilient and attractive investment destination amid persistent global challenges. During this period, realized investment reached IDR 477.7 trillion, an 11.5% year-on-year (YoY) increase from IDR 428.4 trillion in Q2 2024, and a 2.7% quarter-on-quarter (QoQ) increase compared to IDR 465.2 trillion in Q1 2025.

Furthermore, cumulative investment realization in the first semester of 2025 (January–June) reached IDR 942.9 trillion, representing 49.5% of the annual target of IDR 1,905.6 trillion. This progress underscores Indonesia's strong economic fundamentals, supported by steady domestic consumption, controlled inflation, and growth in key sectors such as manufacturing, infrastructure, and renewable energy.



Minister of Investment and Downstream Industry/Chairman of BKPM emphasized that this performance reflects the continued trust of both domestic and foreign investors. *“Business confidence in Indonesia remains very high, with both foreign and domestic investors consistently demonstrating strong commitment to investing in the country. Investment plays a key role as a primary pillar in achieving the 8% economic growth by 2029. At present, it is the second-largest contributor to economic growth after household consumption.”*

Investment realization in Q2 2025 was supported by both Domestic Direct Investment (DDI) and Foreign Direct Investment (FDI). DDI reached IDR 275.5 trillion (57.7%), while FDI contributed IDR 202.2 trillion (42.3%). For the first semester, DDI reached IDR 510.3 trillion, while FDI recorded IDR 432.6 trillion, reflecting a balanced mix that ensures stability in the investment landscape.

FDI inflows in Q2 were dominated by key sectors such as the Basic Metal and Metal Goods Industry, Except Machineries and Equipment Industry US\$ 3.6 billion (28.8%), Mining US\$ 1.3 billion (10.0%), Other Services US\$ 1.1 billion (8.8%), Chemical and Pharmaceutical Industry US\$ 0.7 billion (5.1%), and Housing, Industrial Estates, and Offices building US\$ 0.6 billion (4.9%). The largest FDI contributions came from Singapore US\$ 4.2 billion (33.3%), Hong Kong US\$ 2.3 billion (18.6%), China US\$ 1.8 billion (14.4%), the United States US\$ 0.8 billion (6.0%), and Malaysia US\$ 0.7 billion (5.6%).

Alongside FDI, DDI also made a strong contribution in Q2 2025, with the Transportation, Warehouse, and Telecommunication sector recording the highest realization at IDR 35.3 trillion (12.8%), followed by Mining at IDR 33.5 trillion (12.2%) and Trade and Reparation at IDR 32.2 trillion (11.7%),

while Housing, Industrial Estates, and Office Building projects reached IDR 27.6 trillion (10.0%) and Other Services recorded IDR 27.0 trillion (9.8%).

To conclude, Indonesia's investment performance in Q2 2025 reflects sustained growth and resilience amid global economic challenges. Supported by balanced contributions from both foreign and domestic investment, as well as continued expansion across key sectors, investment has also played a vital role in job creation, absorbing more than 1.2 million workers in the first semester of 2025. These achievements underscore Indonesia's strong fundamentals and highlight its trajectory toward long-term, inclusive, and sustainable economic development.

For more information, visit invest.jakarta.go.id or follow @jic.jakarta for the latest project highlights and event updates.

Jakarta Secures Investor Trust as Investment Realization Steadily Grows in Q2 and the First Semester of 2025

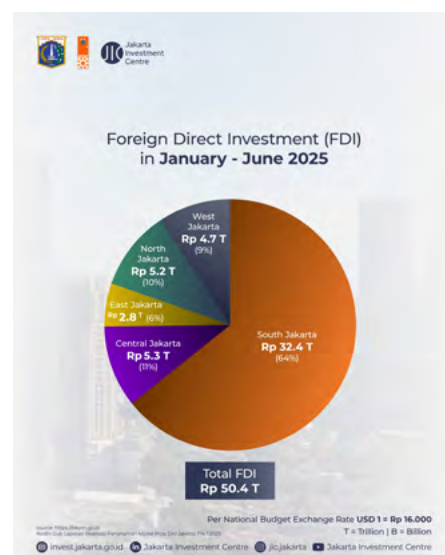
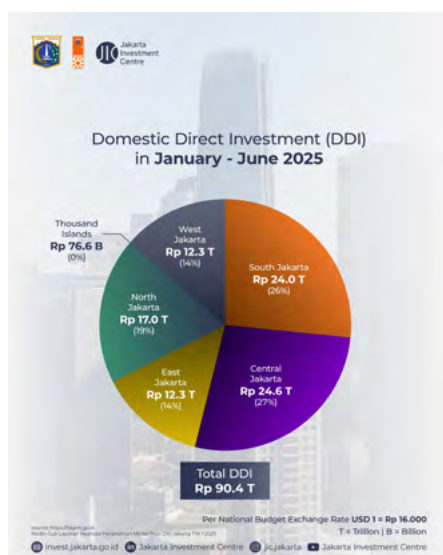
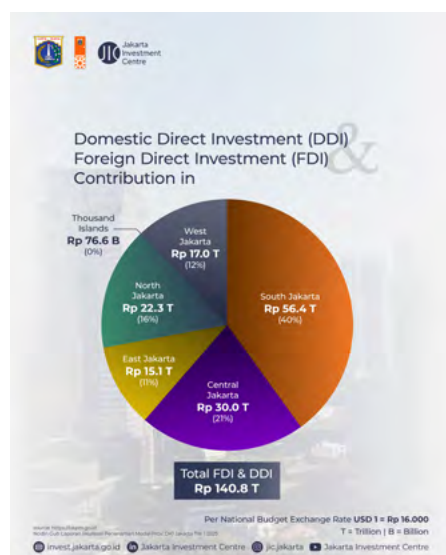


The report on Indonesia's investment realization for April to June 2025 (Q2), released by the Ministry of Investment and Downstream Industry/BKPM, reaffirms Jakarta's position as one of the country's most attractive investment destinations. During this period, investment realization in Jakarta reached IDR 71.1 trillion, representing 14.9% of the national total and securing Jakarta the second-highest position nationwide. This performance was driven primarily by Domestic Direct Investment (DDI), which rose significantly to IDR 48.2 trillion, up 41.4% year-on-year (YoY) from IDR 34.1 trillion in 2024, while Foreign Direct Investment (FDI) contributed USD 1.4 billion or IDR 22.9 trillion, placing Jakarta among the top three destinations for FDI nationally.

Overall, total realization in Q2 2025 increased by 14.5% compared to the same period last year, reflecting Jakarta's ability to maintain investor trust through strong domestic participation while continuing to attract interest from international investors.

Furthermore, the report highlights Jakarta's investment realization during the first semester of 2025 (January–June), which reached IDR 140.8 trillion and contributed 14.9% to the national total, positioning the city as the second-largest contributor at the national level. In detail, DDI reached IDR 90.4 trillion, securing the first position nationally, while FDI recorded USD 3.2 billion representing 11.7% of the national total and placing Jakarta among the top three regions at the national level.

In terms of sectoral distribution, investment realization in the first semester of 2025 with the DDI and FDI combined was led by transportation, warehousing and telecommunications at IDR 45.7 trillion or 32%. This was followed by other services at IDR 34.1 trillion or 24%, and trade and reparation at IDR 20.4 trillion or 15%. Taken together, these top three sectors contributed 71% of total realization in the first semester of 2025. This distribution provides a clear overview of the main sectors contributing to Jakarta's investment realization during this period.



Jakarta's positive momentum during this period is supported by multiple factors including stronger investor confidence from both foreign and domestic investors in sectors such as transportation and telecommunications, the acceleration of licensing services through DPMPTSP, the development of strategic infrastructure such as MRT, and regulatory stability that provides long-term assurance to businesses. To sustain this momentum, the Jakarta Provincial Government advanced key initiatives such as the optimization of investment implementation oversight through OSS-RBA and LKPM reporting, investment promotion activities led by the Jakarta Investment Centre (JIC) including the Jakarta Investment Festival (JIF) 2025, along with the facilitation of cooperation with potential investors.

The investment realization figures for Q2 and the first semester of 2025 present a clear picture of Jakarta's performance, marked by steady growth, strong domestic participation, and contributions across key sectors and regions. Together with ongoing government initiatives, these developments outline the foundations that will shape the city's investment landscape in the coming period, while also aligning with Jakarta's broader vision of positioning itself as a competitive and sustainable global city.

For more information, visit invest.jakarta.go.id or follow @jic.jakarta for the latest project highlights and event updates.



Jakarta
Investment
Centre



Jakarta
Investment
Festival 2025