Summarized for IBAI Member



Thursday, 10th August 2023

INFORMATION

Domestic and Foreign Direct Investment Realization in Indonesia in Q2 of 2023

In Q2 of 2023, Indonesia successfully increased its record in investment realization growth compared to the previous year. Through a press conference on 21 July 2023, the Minister of Investment/Chairman of the Indonesia Investment Coordinating Board (Badan Koordinasi Penanaman Modal/BKPM), Bahlil Lahadalia, shared the good news regarding the investment realization of Domestic and Foreign Direct Investment for the Q2 of 2023.

According to the BKPM's report of the Q2 of 2023, Indonesia has successfully achieved an investment realization of IDR 349.8 trillion Q2 of 2023, which means it has met 48.5% of the investment realization target in 2023 with IDR 1,400 trillion. This quarter's investment realization shows growth of 15,7% compared to the Q2 of 2022.

Based on the location, the investment realization in Q2 of 2023 of the **Domestic Direct Investment (DDI)** is dominated by Special Territory Jakarta, Riau, East Java, West Java, and East Kalimantan.

And based on the sector DDI is dominated by the mining sector, real estate, industrial estate, and office space sector, food industry, transportation, warehouse and telecommunication sector, and electricity, gas and water sector.

Recorded that the investment realization in the Q2 of 2023 is still dominated by **Foreign Direct Investment (FDI)** based on the location mostly from West Java, Central Sulawesi, Special Territory Jakarta, Banten, and East Java.

And based on the sector, the investment realization in the Q2 of 2023 of the FDI is dominated by the basic metal, metal goods, non-machinery and equipment industry, followed by the transportation, warehouse and telecommunications sector, the chemical and pharmaceutical industry sector, the mining sector, and the real estate, industrial estate, and office space sector.

Based on the country of origin, the FDI realization in the Q2 of 2023 is dominated by **Singapore** with a total investment value of USD 3.4 billion, **China** with a total investment value of USD 2.6 billion, **Hong Kong** with a total investment value of USD 2.0 billion, **Japan** with a total value investment of USD 1.0 billion, and **Malaysia** with a total investment USD 0.8 billion.

Reference:

Ministry of Investment Domestic and Foreign Direct Investment Realization in Q2 of 2023 in Indonesia.

If you require a copy of the reference document above, please do not hesitate to contact <u>research@ibai.or.id</u>. Thank you for your attention and hope this information would be valuable for you

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