

Summary of Industrial Production in September 2017

The Manufacturing Production Index (MPI) in September 2017 increased by 4.2 percent from the same period last year. This was a result of growth in of key industries such as production of automobile equipment and components, rubber products, and Hard Disk Drive. Capacity utilization rate in September 2017 was at 63.6 percent.

The Manufacturing Production Index in Major Industries

The MPI in September 2017 grew by 4.2 percent compared to the same month last year. Major manufacturing industries which grew are as follows: automobile equipment and components, rubber products, and Hard Disk Drive.



The MPI of the automobile equipment and components production industry grew by 31.6 percent compared to the same month last year from increased production of diesel engines in line with the expansion of domestic car production and increasing demand among AEC buyers (Indonesian and the Philippines).



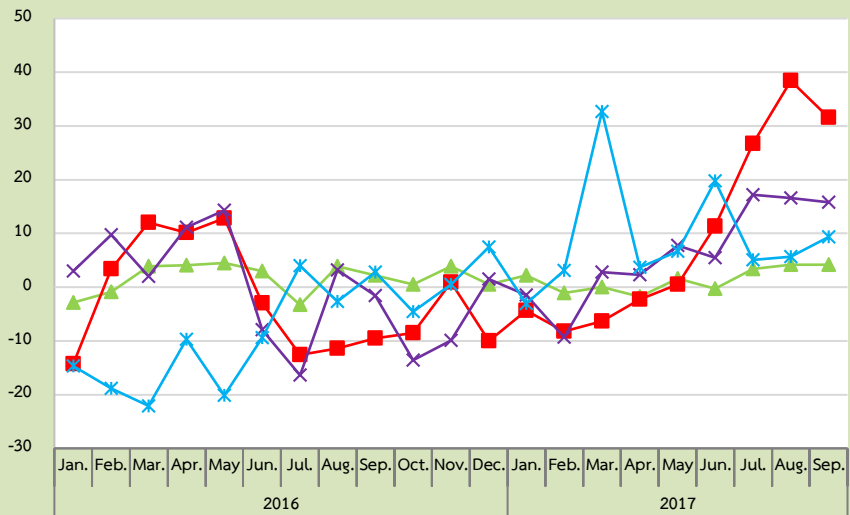
The MPI of the rubber products production industry grew by 15.8 percent compared to the same month last year, from increased supply of latex to the market and exports to China, which has become an increasingly key market. Overall, this resulted in boosted production.



The MPI of the Hard Disk Drive (HDD) production industry grew by 9.3 percent compared to the same month last year as trends in database management and big data has resulted in higher demand for HDD to store data, resulting in increased production of products with HDD components such as computers.

MPI of Key Industrial Products with Growth in September 2017

Change rate compared to the same month in the previous year (%)



Key manufacturing industries which shrank were air-conditioners, garments and upstream textile.



The MPI of the air-conditioner production industry shrank 28.4 percent compared to the same month last year, resulting from less domestic sales as rain hit all regions in the country, coupled with less exports to key markets such as ASEAN.

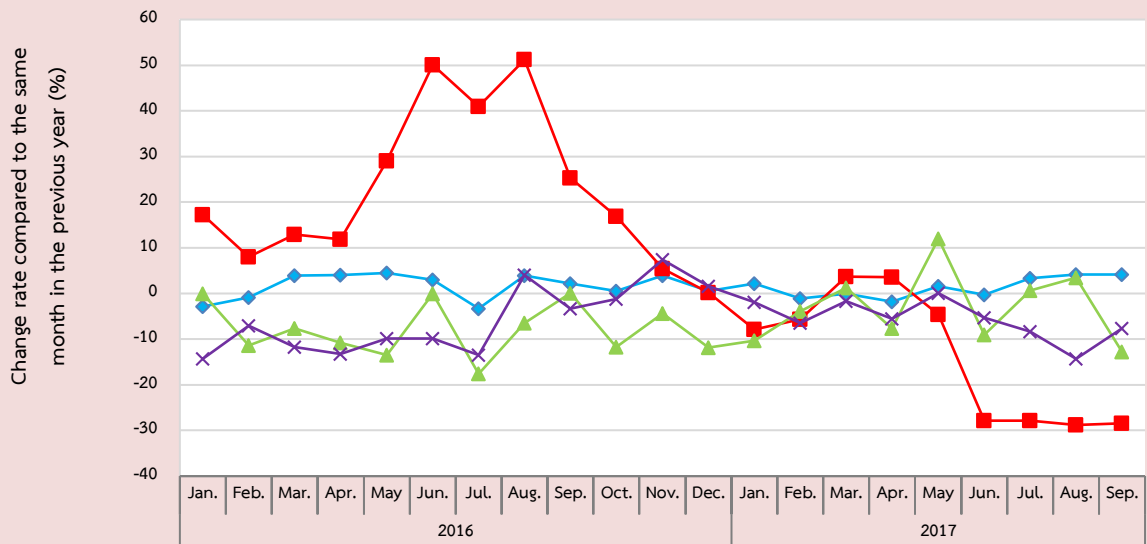


The MPI of the garments industry shrank 12.8 percent compared to the same month last year, in line with decreased domestic sales and exports to key markets such as Japan and EU.



The MPI of the upstream textile production industry dropped 7.6 percent compared to the same month last year, especially in yarn products and fabrics that reduced production because the domestic market has moved to more imports, together with major export markets like China and Japan which continue to shrink.

MPI of Key Industrial Products with Contraction in September 2017



Capacity Utilization in September 2017

was at 63.6 percent.

