

MARKET SIGNALS | EQUITY MARKETS

Indonesia stocks crash 5% more to six-year low on MSCI fears

Indonesia's benchmark sank over 5% on Monday to a new six-year low

By **Manasee Kurlekar** | October 19, 2026



Indonesia's market meltdown is deepening. The benchmark index plunged more than 5% on Monday to its lowest level in six years, as fears of an MSCI downgrade sparked worries about further foreign selling.

It follows Friday's crash, the steepest one-day fall in nearly three decades, after MSCI said the country no longer merited emerging-market status. A "standalone" rating would put Indonesia

in the same bucket as Argentina, Lebanon and Ukraine. Goldman Sachs estimates up to \$13B could flow out. With stocks down nearly 40% this year, Jakarta is now the world's worst-performing market.

Indonesia's benchmark sank over 5% on Monday to a six-year low as worries over a possible MSCI downgrade fuelled fears of more foreign outflows.

Goldman Sachs has estimated a downgrade could trigger up to \$13B in outflows. Jakarta stocks are down nearly 40% this year, the world's worst-performing market.

Read online: <https://worldbusinesswatch.com/market-signals/28/283/indonesia-stocks-crash-5-more-to-six-year-low-on-msci-fears.html>

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