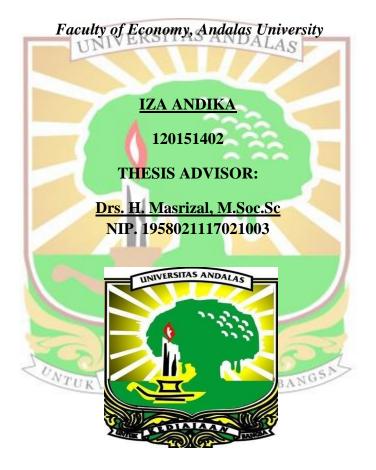
THE RELATIONSHIP BETWEEN FOREIGN DIRECT INVESTMENT, INFLATION AND UNEMPLOYMENT IN INDONESIA

THESIS

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The Relationship Between Foreign Direct Investment, Inflation and Unemployment in Indonesia

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ABSTRACT

The aim of this study was to analyze the relationship between foreign direct investment, inflation, gross domestic product and unemployment in Indonesia and autoregressive distributed lag (ARDL) approach based on annual data start from 1986-2015 period. This study uses autoregressive distributed lag (ARDL) to find the relationship of foreign direct investment, inflation, gross domestic product and unemployment in short term and long term condition. The study clearly stated that foreign direct investment have the positive relationship with unemployment in long term and gross domestic product have postive relationship with unemployment in long term and in short term.

Keywords: foreign direct investment, inflation, gross domestic product, ardl