ABSTRACT

THE EFFECT OF ECONOMIC GROWTH, INTEREST RATE, INFLATION, AND EXCHANGE RATE TO INVESTMENT IN INDONESIA IN 2005-2019

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This study aims to analyse the effect of economic growth, interest rate, inflation, and exchange rate in Indonesia in 2005-2019. The research method used is Ordinary Least Square (OLS) with multiple linear regression analysis model. The results of this research show that economic growth and exchange rate has a positive relationship and significant effect, while interest rate has a negative and significant effect, and inflation has a negative and does not have a significant effect to investment.

Keywords: investment, economic growth, interest rate, inflation, exchange rate, multiple linear regression analysis