

ABSTRACT

***THE INFLUENCE OF LABOR FORCE PARTICIPATION RATE,
FOREIGN DIRECT INVESTMENT, AND FINANCIAL DEEPENING
ON GROSS DOMESTIC PRODUCT (GDP) IN INDONESIA 1998-2023.***

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This study aims to examine the influence of Labor Force Participation Rate, Foreign Direct Investment, and Financial Deepening affect Gross Domestic Product (GDP) in Indonesia from 1998 to 2023. This study employs a quantitative approach and descriptive analysis using secondary data in the form of time series data from Indonesia for the period 1998–2023, obtained from official publications of the the Central Bureau Statistics, World Bank, and Trading Economic. The results of this study indicated that: Labor Force Participation Rate (LFPR), Foreign Direct Investment (FDI), and Financial Deepening have a positive and significant impact on Gross Domestic Product (GDP) in Indonesia from 1998 to 2023; simultaneously Labor Force Participation Rate (LFPR), Foreign Direct Investment (FDI), and Financial Deepening significantly influence Indonesia's Gross Domestic Product (GDP) from 1998 to 2023. The government needs to improve the quality and engagement of the labor force through training and the creation of productive job opportunities, establish a stable foreign investment climate, and deepen the national financial system to make it more inclusive and capable of reaching productive sectors such as MSMEs.

Keywords: *Gross Domestic Product, Labor Force Participation Rate, Foreign Direct Investment, Financial Deepening.*

ABSTRAK
PENGARUH TINGKAT PARTISIPASI ANGKATAN KERJA,
FOREIGN DIRECT INVESTMENT*, DAN *FINANCIAL DEEPENING
TERHADAP PRODUK DOMESTIK BRUTO (PDB)
DI INDONESIA TAHUN 1998-2023

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Penelitian ini bertujuan untuk mengetahui bagaimana pengaruh Tingkat Partisipasi Angkatan Kerja, *Foreign Direct Investment*, dan *Financial Deepening* terhadap Produk Domestik Bruto (PDB) di Indonesia tahun 1998-2023. Penelitian ini menggunakan pendekatan kuantitatif dan analisis deskriptif dengan data sekunder berupa data *time series* di Indonesia periode 1998-2023 yang diperoleh dari publikasi resmi Badan Pusat Statistik, *World Bank*, *Trading Economic*. Hasil penelitian ini menunjukkan bahwa: Tingkat Partisipasi Angkatan Kerja (TPAK), *Foreign Direct Investment* (FDI), dan *Financial Deepening* berpengaruh positif dan signifikan terhadap Produk Domestik Bruto (PDB) di Indonesia tahun 1998-2023; secara simultan Tingkat Partisipasi Angkatan Kerja (TPAK), *Foreign Direct Investment* (FDI), dan *Financial Deepening* berpengaruh signifikan terhadap Produk Domestik Bruto (PDB) di Indonesia tahun 1998-2023. Pemerintah perlu meningkatkan kualitas dan keterlibatan angkatan kerja melalui pelatihan dan penciptaan lapangan kerja yang produktif, menciptakan iklim investasi asing yang stabil, serta memperdalam sistem keuangan nasional agar lebih inklusif dan mampu menjangkau sektor-sektor produktif seperti UMKM.

Kata kunci: Produk Domestik Bruto, Tingkat Partisipasi Angkatan Kerja, *Foreign Direct Investment*, *Financial Deepening*.