

CHAPTER V

CONCLUSIONS AND RECOMMENDATIONS

5.1 Conclusions

The main objective of this study is to analyse the demographic factors of FDI in five ASEAN countries (2008-2015). According to the result, we can conclude the initial findings of this study is using Total population, Life expectancy and Population density as a demographic variables and GDP growth rate as an economic variables gives a significant impact into Foreign Direct Investment. Total population, Life expectancy and GDP growth rate have a positive relationship with foreign direct investment, meanwhile population density have a negative relationship with foreign direct investment

5.2 Recommendations

Indonesia, Malaysia, Philippines, Thailand, and Vietnam should get the demographic bonus in order to create a more skilled and efficient labor. Some of the previous research had a difference opinion on the skilled labor, but with a large total population, demographic bonus, and including a skilled labor in the demographic variable should be attract more market-seeking FDI.

This study only use a little amount demographic variables to explain FDI. A recommendation for the next writer should add more demographic variables and expand the research object, thus creating a better result analysis.