

SUMMARY

This study entitled "**Analysis The Effect of Domestic Investment, Foreign Direct Investment, Inflation, Interest Rates, and Exchange Rates On Economic Growth in Indonesia Period 1996-2015**". This study aims to analyze the influence of Domestic Investment, Foreign Investment, Inflation, Bank Indonesia rates and Exchange rates and aims to analyze the most influential variable on economic growth in Indonesia. This study was conducted within a period of 20 years, starting from 1996 to 2015.

This study uses linear regression analysis by the method of Ordinary Least Square (OLS). Partial testing using t-test statistics, simultaneous testing using the F-test statistic and elasticity test.

The results show that domestic investment is negative and not significant effect of -0.608788, foreign direct investment is positive and significant effect at 2.366081, inflation is negative and not significant effect at -0.015280, bank Indonesia rates is negative and significant at -0.277656, exchange rates is negative and significant at -4.822401 and variable exchange rates is the most influential variable at elasticity -1.153408515 to economic growth in Indonesia. Based on the results of the F test at the 95% confidence level ($\alpha = 5\%$) obtained F-value of 77.81822 with a value of F-table of 3.06, means that the variable domestic investment, foreign investment, inflation, bank Indonesia rates and exchange rates simultaneously significant to economic growth in Indonesia.

The implication of this study is the Government expected can more wisely in making policies for investors either foreign investors or domestic investors, government aided by bank Indonesia is expected to control the inflation rate and the interest rate of bank Indonesia, on the other hand the Government and bank Indonesia is also expected to control the rate of the dollar exchange rate against the rupiah so that the value of the rupiah does not continue to decline because of the attitudes and policies are made and taken by the Government and bank Indonesia also very influential on economic growth in economy in Indonesia.

Keywords: *economic growth, domestic investment, foreign direct investment, inflation, bank Indonesia rates and exchange rates*