

Analysis Debt Outside Country In Growth Economy Indonesia

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Abstract. Objective drafting work scientific This is analyze review on influence foreign debt in economic development in Indonesian. Economic development can what is meant is the growth of activity in the economy that creates goods and services made in society increases so that the prosperity of citizens keep getting big. The procedure used is descriptive use approach qualitative, with a descriptive research design on the research model used. The results review displays if debt outside country share donations in economic development but would be better if government can heighten investment ability which are contained. Impact debt outside country on period short no influence in a manner significant to development economy in Indonesia. Management debt outside country it feels like can held best- good so that no burden country with collecting loan payments made, so this research reveals that foreign debt decisions need to be re-examined with various aspects of feasibility analysis of foreign debt actions.

Keywords: Debt outside country, growth economy, investment ability

1 Introduction

Debt outside country is contribution outside country (loan) Which given si governments of developed countries or specially made international bodies for deliver loan use obligation for pay return as well as pay flower loan [1]. The goal is to cover the shortage of investment and financing needs to finance the current account (current account) balance of payments deficit in framework financing transaction international as impact position backup foreign exchange No faltered. Factors hypnotizing magnitude debt outside country Indonesia:

- a. Strategy deficit budget
- b. No realize in a manner full porto Which must borne in period front
- c. There is a socio-political aspect that comes from social aspects as well as policy makers political more dominant compared to aspect economy on carry out debt

Raise level development economy needed for chase behind in field economy For country the usual own level welfare of the citizens who still low. lots of struggles tried by the government to increase the pace of economic development that causes frequent beyond expertise and energy to support economic energy sources within the country Which There is on when That. Regarding This cause country must bring sources of economic energy from other countries to be able to provide adequate support relative to the implementation of national economic development activities[2].

Support for economic energy origin from outside the country can be in the form of energy sources capital, which is usually from advanced industrial countries that can be tangible loan outside country. Loan the No given So encouragement which nature free but with various consequences. The arrival of capital loans comes from outside country can used for support program development national government so that target development economy national And increase income per capita people increase. However loan the Can cause various problems in the long term cause decrease level well-being the people [3].

The financing of economic development has taken the form of foreign debt fill in zone reception in provision income as well as shopping country (government) which is then used to finance expenses government and state development projects or government investment in public zones are the prime mover of the economy in most countries which again grow so that debt outside country government as regarding which is very means as capital for financing development economy national [4]. Debt outside country has So error One source financing relatively crucial development of the national economy for the most part country which again grow, listed Indonesia [5]. The novelty of this research, in addition to using a qualitative method, also provides uniqueness

in analysis in a broad scope, so that it becomes material for trading studies on the warmth of foreign loan policies.

2 Method

Study in work scientific this use method narrative, based on [6] suggests that the descriptive research method is research that aims to find out the value of independent variables without being carried out comparison or connect with variable else. Method This serve data, perform analysis, then interpret based on implementation in the analysis of foreign debt on economic growth. This data collection part grand collected from a number of article Which load external debt country as well as growth economy. The analysis of the data used in the research contains a qualitative study on the foreign debt policy in the improvement of the national economy.

3 Result and Discussion

For Hanafiyah, dayn listed on Debt can categorized as in goods: "something Which owned by giver debt, property it lies with the debtor." as a result the national debt ie belong inhabitant as well as used for necessity people. Development economy ie something process from replacement provision economy that exists in a country on an ongoing basis leading to better evaluated conditions over a certain period of time. Theory development economy explain discourse factors who suggested or sorting out economic development and its processes in the long run, illumination befalls how the factors relate to one another others, so that can raises formation process development [7].

Development economy is condition economy something country throughout period exclusive, Good semester, annual, or quarterly. This economic development can increase as well as shrink over more periods formerly, which can known past part marker.

Bookmarks Which interpreted It means increase income national and per capita income, the number of workers is greater than the unemployed, and reducing the poverty rate. when the marker can be found in on country, until development economy country the Again active to direction positive. vice versa, When marker development economy earlier no found or refers to direction Which antagonist, until circumstances economy country the are facing setbacks. If left very long, this economic decline can destroy country and the people also no prosperous.

Development economy this can made as benchmark for looked progress country as well as who will intertwined from development tried throughout the exclusive period. If the development attempted by the government is successful, so that there will be significant developments in society. Development This Also want describe How prosperity public If you look at it, it matches per capita income or average homogeneous income origin resident something country [8].

Development economy expected by country on global for zoom out interrupt time behind him on field economy as well as well-being people from country industry proceed. Effort development economy on The country's growth has been constrained by the lack of sources of economic energy productive, especially from capital energy that doesn't function infrequently as catalyst development. for adequate lack source energy capital This, until government country concerned make an effort for bring origin capital energy originate outside country past Lots very type loan [9]

Development economy is something process increase capacity earning originates an economy in totality and continuously. Development economy Which lightning is Wrong One target activity economy in a manner totality. Development economy is core business development in side aspect other which No lost it means similar overcoming problems, unemployment, and achieving external stability And internal as well as even distribution income [10].

In period short, debt outside country very help government Indonesia in an effort to close the deficit in the state revenue and expenditure budget, consequence financing expenditure regular And expenditure development Which relatively big. The with thereby, rate development economy can spurred suitable use which target already inaugurated. but deep period long, in fact debt outside country government the can cause various various dilemma economy in Indonesia. in side burden economy mandatory accepted people in when payment come back, also burden psychological political Which must accepted by country debtor consequence dependency with contribution foreign. Annisa[2] In a country's balance of payments, the current account is not bad set si savings And investment. If savings national more tiny from on investment in country until difference earlier It means deficit transaction walk. Savings national in a few country grow usually very low because they are poor capital.

Otherwise investment opportunity productive so overflow. for use chance investment This, majority developing countries do not rely solely on resources financing construction origin in country just but anyway contribution outside country. Loan outside country the later needed can repaid past profit comes from investor to investment either main loan or interest payment the loan. Loan outside country This depend on conditions

loan from contribution Which concerned, is concerns level ethnic group flower (interest rate), period grace time (grace period) period when Which No need tried installment debt as well as period when repayment debt (amortization period) time period Where tree debt must paid paid off return in a manner instalment [9].

In relationship with wisdom development on country- a growing country, the contribution from outside the country is most importantly analyzed and looked at from an angle its purpose is to help the country's economic development grow to reach the goal. Viewed from this angle, there are 2 main roles of outside contributions country, is cope problem lack savings (saving gap) and the dilemma of a shortage of foreign currency (foreign exchange gap) that both spelled out dilemma canyon double (the two gaps problem). with framework implicit if If something country located in condition Where balance sheet transaction walk facing imbalance, until needed rotation capital enter (two gap model). But, If something country Which experience case deficit balance sheet transaction walk And wearing Genre capital enter So track discharge, until duly country the also prepare policy-policy which aim for condensing deficit earlier. Keep going become Lots restrictions and control, will Keep going be difficult For something country for condensing deficit. When something country Already carry out practicing fiscal policy and exercising control over tariffs and imports, but still facing a balance of payments deficit, so it will continue to be difficult get over it [11].

Loan outside country want bring up problem When fund the No invested productively in activities that create levels return foreign exchange Which big for cover payment flower. Crisis debt world Which intertwined in decades 80s So fact the danger financing past debt abroad when many countries are forced to withhold debt payment obligations. in the short term, foreign loans can cover the state budget deficit, as well as this much better than if the APBN deficit had to be covered using it printing money new, so that allow government for do development use support capital Which reasonable more big, without accompanied rate increase. foreign debt is very helpful to the Indonesian government on effort close deficit provision income as well as shopping country, that is due to the financing of regular expenditures and development expenditures which is ok grand. use there is debt outside country help development country Indonesia, use wearing bonus funds from country other.

The pace of economic development can be accelerated according to the targets already set inaugurated more formerly [9]. In the long term foreign debt can bring up various various economic activities of the Indonesian state, one of which can generate value change the rupiah fell (inflation). The state's external debt can burden the position of the Republic of Indonesia's state budget, because the country's foreign debt must be paid along with the interest. The country will be branded as a poor country and a debtor, because it can't afford it to deal with the country's own economy, (so it requires intervention hand from party other) price universal (inflationary effect) the big one. use thereby government Can carry out expansion fiscal for raise rate development economy national. increasing rate development economy means an increase in national income, the next one allows for increasing income per capita people, when amount resident No Keep going get bigger bigger. take advantage of a significant increase in per capita income increasing social prosperity. in the short term foreign debt must acknowledged has share contribution Which reasonable means For financing development economy national. as impact use implementation With this economic development, the level of people's per capita income grows. in the long term foreign debt will actually plunge the country debtor to in crisis debt outside country Which sustainable, Which very burden public Because there is buildup debt outside country very big. that is something perfect, if the foreign debt can help finance economic development in developing countries Indonesia, to increase the prosperity and welfare of its people. However, the use of foreign debt must be tried wisely and with the principle of prudence be careful, let fund earlier Can allocated in a manner fit in financing development [12].

The shortage of ports within the country is Indonesia's main reason for carrying out foreign debt (ULN). on some accounts, Indonesia is starting to implement foreign debt started in the old order with the aim of increasing support funds to pay off the shortage of development funds that cannot be fulfilled in country [13].

Sri Mulyani (2022) say if enhancement debt Indonesia Because prosecution endemic pandemic Covid-19 intertwined throughout 2 year Not yet long. The reason is the state budget need a source of funds more to deal with pandemic Covid- 19 as well as restore economy And deliver encouragement social to residents in order to Economic Recovery National (PEN). Especially, Sri Mulyani also explained that the increase in the national debt was also felt by the countries. country proceed another Because endemic pandemic intertwined in all corner global. Regarding the uniform, the special staff of the Minister of Finance, Yustinus, also informed him Prastowo. "2020 is indeed our need to experience Covid-19 very outside normal" he said.

Debt outside country utilized for finance shopping country as the impact can support economic activity, especially activities productive so that in turn want urge development economy. Debt usually used for finance deficit provision.

Deputy Minister of Finance (Wamenkeu) Suahasil Nazara said developments economy Indonesia on quarter II year 2022 reasonable impressive located in no 5, 4%, After that, it was offset by relatively good stability in the exchange rate of the rupiah, as well development index price share dough Which reasonable big If compared with country- country G20 And more not enough ASEAN. There is also development economy country can be measured use looked all component representing circumstances economy country from period more formerly.

on regarding This, there is 4 component or marker development economy which can used, is income in country gross, income per capita, well-being resident, as well as level unemployment [14].

Most No there is 6 characteristic development economy sourced on Professor [15]. Sixth characteristic features earlier is: There are rate development very fast population and per capita product. Productivity growth public. Rapid development of structural levels. urbanization level the big one. There is expansion in developed countries. Intertwined flow of objects, capital as well as human on various country.

With recognize level development economy, government after That Can make planning override reception country as well as development in the future. Whereas for actor zone effort, level of development The economy can be used as a basis in making development plans product as well as source power [16].

Consequence positive on development economy between other:

- a. Past development economy, application activity economy want walk more easy as well as able speed process development economy.
- b. There are development economy possible creation field work Which needed si inhabitant, use thereby want reduce unemployment.
- c. creation field work consequence there is development economy in a manner individual can fix level income national.
- d. Through economic development, it is possible to change the structure economy from structure economy agrarian So structure economy industry, as impact activity economy Which held si country want Keep going become various type And dynamic.
- e. Development economy demand increase quality HR as impact in regarding This, possible knowledge knowledge as well as technology want grow with rapidly. use thereby, want increasingly heighten well-being people.

Consequence negative on development economy between other:

- a. There is an unscheduled economic development using well cause there is destruction on area biology.
- b. Industrialization which cause decrease hum agriculture.
- c. loss place original natural, Good biology or animal.

4 Conclusion

Appropriateness of explanations and reviews of the state's foreign debt against development economy in Indonesia until Can concluded if debt outside country have consequence positive on economic development in Indonesia. on period long debt outside country rather want plunge country debtor to on crisis debt outside country Which sustainable, which is very burden public Because there is buildup debt outside country which is very grand. It means something regarding right, If debt outside country can help financing development economy in country grow listed Indonesia, for raise prosperity as well as well-being the people. but, usage debt outside the state must try to use prudence and the principle of caution, so that funds the can allocated in a manner perfect in financing development.

The results of the review of the origin of the debt abroad, even though delivering donation on development economy, However want more Good If government can raise investment ability Which There is. Management debt outside country it feels like can held best- good so that usher in another meaningful method of financing developments in the future future. so that suggestions that can be taken into consideration by the government, namely the need for further studies on foreign debt policies, in addition to the need for additional investment activities compared to making loans, this will result in an increase in the interest burden borne by the state.

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