ABSTRACT

This research investigates to: (1) know whether the influences of GDPriil, wheat price import, and Rupiah rate to USS from is statistically significant both simultaneously and partially and also (2) know which from those variables that dominant in influencing the Indonesia’s wheat import from whole world on the basis of annual data for the period 1988-2002. In this empirical analysis of the wheat import demand function for Indonesia, ordinary least square method approaches have been used.

The result of this research indicated that all variable have simultaneously significant to Indonesia’s wheat import from whole world. In the partial test only variable of wheat price is not significant for the period 1988-2002. Rupiah rate to USS influence significant to the import volume of Indonesia wheat during 1988-2002 although signing not there are as according to theory, this matter happened by the pattern friction consume the middle earnings group and especially in urban region. GDPriil is found to have had dominant impact on wheat import demand in Indonesia using data for the period 1988-2002.