Abstract

Nowadays economic growth is the main purpose of development. Economic growth is counted to solve several economic problems such as poverty and low human resources quality In the other side the economic growth itself is affected by several factors. Generally, the determinants of economic growth are income, inequality, investment and human resources. Based on Kuznets theory, inequality and economic growth has a different characteristic in early development period and after turning point period. Economic crisis 1997 in most Asian countries also affected Indonesia economic. With the economic crisis, the economic period can be separated as two term. First, before crisis term and second after crisis term. Before crisis term is after turning point period in Indonesia. After crisis term is early development period which every countries, not only Indonesia, must recover the economic development. Using the Fixed Effect Model, this research results a different characteristic of economic growth before and after economic crisis. The characteristic differences is shown by the impact of GDRP Constant Percapita, GINI, Index, Domestic Investment, Foreign Investment, Male Literacy Rate and Female Literacy Rate to economic growth before and after 1997 economic crisis.

