

ABSTRACT

This thesis is a research on the manufacturing industry in West Java by taking the title “**Analisis Investasi dan Tenaga Kerja Terhadap Nilai Output Industri Manufaktur di Jawa Barat Tahun 2010-2015**”. The purpose of this study was to determine how the development of the manufacturing industry in West Java and find out how much influence the domestic investment and labor in determining the value of output in the manufacturing industry. In this study, the authors take the hypothesis, which is about showing a significant effect on domestic investment and labor on the value of the output of the manufacturing industry. The analytical method used is panel data analysis with the Random Effect Model (REM) method, the analysis tool used in this study is Eviews 9.

Analysis using panel data regression can be concluded that there is a significant relationship between domestic investment and labor to the value of output in the manufacturing industry in West Java, where domestic investment has a positive effect of 0.263587 on the value of industrial output and labor force a positive effect of 0.68324.57 on the value of output of the manufacturing industry.

Based on the above conclusions, the authors can conclude that the need for an increase in domestic investment and labor in increasing the growth of the manufacturing industry in West Java in particular.

Keywords: Output Value, Domestic Investment, Labor, Manufacturing Industry