

## TABLE OF CONTENTS

	<b>Page</b>
<b>PREFACE</b> .....	<b>i</b>
<b>SHEET OF THESIS APPROVAL</b> .....	<b>ii</b>
<b>SHEET OF AUNTHETICATION</b> .....	<b>iii</b>
<b>ACKNOWLEDGEMENTS</b> .....	<b>iv</b>
<b>ABSTRACT</b> .....	<b>vi</b>
<b>TABLE OF CONTENTS</b> .....	<b>vii</b>
<b>LIST OF TABLES</b> .....	<b>x</b>
<b>LIST OF FIGURES</b> .....	<b>xi</b>
<b>LIST OF APPENDIX</b> .....	<b>xii</b>
<b>CHAPTER I INTRODUCTION</b> .....	<b>1</b>
A. Background of the Problem .....	1
B. Identification and Limitation of the Problem .....	4
1. Identification of the problem .....	4
2. Limitation of the problem .....	4
C. Question of Research .....	5
D. Purpose of Question .....	5
E. The Advantage of Research .....	5
F. Systematics of Writing.....	6
<b>CHAPTER II LITERATURE REVIEW</b> .....	<b>8</b>
A. Definition of Productivity .....	8
B. Measurement Methods of Labor Productivity.....	9

1. Labor Input .....	12
a. Hours Worked vs. Workers .....	12
b. Quality Adjustment of Labor Inputs.....	12
2. Output Measures in National Currencies .....	13
3. Employment .....	14
4. Working Hours.....	14
C. Labor Market Laws .....	15
1. Labor Market Laws in China .....	15
2. New Labor Laws in China .....	17
3. Labor Market Laws in Indonesia .....	19
D. Economic and Labor Factors .....	23
E. Economic Openness .....	26
F. Previous Researches .....	27
G. Conceptual Framework .....	30
H. Hypothesis of Research .....	31
<b>CHAPTER III RESEARCH METHODOLOGY .....</b>	<b>33</b>
A. Place and Time Duration.....	33
B. Type of Research.....	33
C. Sources of Data.....	34
D. Data Analysis .....	35
E. Definition of Operating Variable .....	37
<b>CHAPTER IV OBJECT OF RESEARCH OVERVIEW .....</b>	<b>38</b>
A. Population of Labor Force .....	38
B. Unemployment .....	42

C. Education Background .....	48
D. Manufacturing Establishment .....	57
E. Manufacturing Output .....	64
<b>CHAPTER V RESEARCH FINDINGS .....</b>	<b>66</b>
A. Descriptive Qualitative.....	66
1. Calculate the Manufacturing of Labor Productivity Index	66
2. Wages in Manufacturing .....	70
B. Quantitative Model .....	76
1. Labor Productivity Differences in Manufacturing Test	
Result .....	76
2. Manufacturing Labor Productivity Implicated to Wages of	
Employee in Manufacturing Test Result .....	80
<b>CHAPTER VI CONCLUSION AND SUGGESTION .....</b>	<b>84</b>
A. Conclusion .....	84
B. Suggestion .....	85

## **REFERENCES**

## **APPENDIX**