



FACTORS INFLUENCING SAVINGS IN ASEAN-5 COUNTRIES

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ABSTRACT

The purpose of this study is to investigate the factors influencing savings in ASEAN-5 countries. There are several variables that have been selected as the potential variables that could be the factors influencing savings. The variables are GDP per Capita (GDP), Inflation Rate (IFR), Interest Rate (ITR) and age Dependency (ADR). The type of data used in this study is panel data and the data is analyzed using E-Views9 through several tests such as Unit Root Test, Descriptive Statistics, Regression using Panel Data, Normality Test and Diagnostic Tests. The results indicate that GDP and Inflation Rate have significant and positive relationship with savings, Interest Rate has insignificant and positive relationship with savings and lastly, Age Dependency has significant and negative relation with savings.

Keywords: Savings, GDP per Capita, Inflation Rate, Interest Rate, Age Dependency