

## TABLE OF CONTENTS

<b>ABSTRACT .....</b>	<b>ii</b>
<b>ABSTRAK.....</b>	<b>iii</b>
<b>PREFACE .....</b>	<b>iv</b>
<b>TABLE OF CONTENTS.....</b>	<b>vi</b>
<b>LIST OF FIGURES .....</b>	<b>viii</b>
<b>LIST OF ABBREVIATIONS .....</b>	<b>ix</b>
<b>CHAPTER I INTRODUCTION .....</b>	<b>1</b>
<b>1.1 Background.....</b>	<b>1</b>
<b>1.2 Research Question .....</b>	<b>9</b>
<b>1.3 Research Objective.....</b>	<b>9</b>
<b>1.4 Research Significance.....</b>	<b>10</b>
<b>CHAPTER II THEORETICAL FRAMEWORK .....</b>	<b>12</b>
<b>2.1 Literature Review .....</b>	<b>12</b>
<b>2.1.1 The Ingrained Poverty in Indonesia .....</b>	<b>12</b>
<b>2.1.2 The Effect of Wealth Inequality on Poverty Line .....</b>	<b>16</b>
<b>2.1.3 Indonesia's Effort to Ease Wealth Inequality .....</b>	<b>21</b>
<b>2.2. Theory and Concept.....</b>	<b>27</b>
<b>2.2.1. Marxism and Economic Structuralism .....</b>	<b>27</b>
<b>2.2.2 Poverty .....</b>	<b>29</b>
<b>2.2.3. Wealth Inequality .....</b>	<b>31</b>
<b>2.2.4. Class Struggle.....</b>	<b>33</b>
<b>CHAPTER III METHODOLOGY.....</b>	<b>37</b>
<b>3.1 Research Approach .....</b>	<b>37</b>
<b>3.2 Research Method .....</b>	<b>38</b>
<b>3.3 Data Collection Technique.....</b>	<b>38</b>
<b>3.4 Data Analysis Technique.....</b>	<b>39</b>
<b>CHAPTER IV ANALYSIS .....</b>	<b>41</b>
<b>4.1. Wealth Inequality and Poverty at the Global Level.....</b>	<b>41</b>
<b>4.2. Understanding Marxist Point of View on Poverty in Indonesia.....</b>	<b>54</b>

4.2.1. The Inequality between Provinces in Indonesia based on Gross Regional Domestic Product (GRDP) .....	54
4.2.2. A Critique to Marxist Point of View on Poverty in Indonesia .....	71
<b>4.3. Indonesian Government Policies Towards Poverty and Wealth Inequality .....</b>	<b>82</b>
<b>CHAPTER V CONCLUSION AND RECOMMENDATION.....</b>	<b>91</b>
<b>5.1 Conclusion.....</b>	<b>91</b>
<b>5.2 Recommendation .....</b>	<b>92</b>
<b>BIBLIOGRAPHY .....</b>	<b>94</b>
<b>APPENDICES</b>	

## **LIST OF FIGURES**

Figure 4.1.1 2023 Index of Economic Freedom World Rankings (Five Highest).....	43
Figure 4.1.2 2023 Index of Economic Freedom World Rankings (Five Lowest) .....	49
Figure 4.2.1 Highest GRDP per Capita per Year Province of Indonesia Based on Current Prices/ADHB Series 2010 (2022).....	56
Figure 4.2.2 Lowest GRDP per Capita per Year Province of Indonesia Based on Current Prices/ADHB Series 2010 (2022) .....	63
Figure 4.2.2.1 Poverty Rate in Indonesia (2022) .....	73
Figure 4.2.2.2 GRDP, Wealth Inequality and Poverty Rate in Indonesia .....	76
Figure 4.2.2 Top 10 Area with the Highest Minimum Wage.....	84

## **LIST OF ABBREVIATIONS**

- BAPPENAS : Badan Perencanaan Pembangunan Nasional
- BPS : Badan Pusat Statistik
- FDI : Foreign Direct Investment
- GDP : Gross Domestic Products
- GRDP : Gross Regional Domestic Products
- IKN : Ibu Kota Negara
- KOMINFO : Kementerian Komunikasi dan Informatika
- MNC : Multinational Companies
- MOI : Ministry of Industry
- NGO : Non-governmental Organization
- SETKAB : Sekretariat Kabinet