

## TABLE OF CONTENTS

	Page
<b>COVER PAGE</b>	
<b>TITLE PAGE</b>	
DECLARATION OF AUTHENTICITY OF FINAL PAPER AND UPLOAD AGREEMENT .....	iii
APPROVAL PAGE BY FINAL PAPER ADVISOR .....	iv
APPROVAL PAGE BY FINAL PAPER DEFENSE COMMITTEE .....	v
ABSTRACT .....	vi
ABSTRAK .....	vii
PREFACE .....	viii
TABLE OF CONTENTS .....	x
LIST OF FIGURES .....	xiii
LIST OF TABLE .....	xiv
LIST OF APPENDICES .....	xvi
<b>CHAPTER I            INTRODUCTION</b>	
1.1 Background of Study .....	1
1.2 Scope of Problem .....	7
1.3 Problem Formulation .....	8
1.4 Research Objective .....	8
1.5 Benefits of Research .....	9
<b>CHAPTER II          LITERATURE REVIEW</b>	
2.1 Compensation .....	10
2.1.1 Definition of Compensation.....	10
2.1.2 Principles of Compensation .....	12
2.1.3 Purpose of Compensation .....	12
2.1.4 Types of Compensation .....	13
2.1.5 Compensation System .....	14
2.1.6 Factors Affecting Compensation .....	16

2.2 Promotion .....	19
2.2.1 Definition of Employee Promotion .....	19
2.2.2 Principles of Employee Promotion .....	20
2.2.3 Basics of Promotion .....	21
2.2.4 Indicators of Promotion .....	24
2.2.5 Purpose of Employee Promotion .....	27
 2.3 Motivation .....	28
2.3.1 Definition of Motivation .....	28
2.3.2 The Purpose of Motivation .....	29
2.3.3 Types of Motivation .....	30
2.3.4 Indicators of Motivation .....	30
2.4 The Relationship between Compensation and Promotion to employee Motivation .....	31
2.5 Previous Research .....	33
2.6 Conceptual Framework .....	35
2.7 Hypothesis .....	35

### **CHAPTER III RESEARCH METHOD**

3.1 Research Time and Location .....	37
3.2 Research Design .....	37
3.2.1 Research Method .....	37
3.2.2 Research Type .....	37
3.3 Population and Sample .....	38
3.3.1 Population .....	38
3.3.2 Sample .....	38
3.4 Source of Data .....	39
3.5 Method of Collecting Data .....	39
3.6 Operational Definition and Variable Measurement .....	40
3.7 Variable Measurement .....	41
3.8 Data Analysis Method .....	42

## **CHAPTER IV RESEARCH RESULT**

4.1 General Description of PT. Indomarco Prismatama .....	48
4.1.1 Profile of PT Indomarco Prismatama .....	48
4.1.2 Vision of PT. Indomarco Prismatama .....	51
4.1.3 Mission of PT. Indomarco Prismatama .....	52
4.1.4 Logo of PT. Indomarco Prismatama (Indomaret) .....	52
4.1.5 Organizational Structure of PT. Indomarco Prismatama .....	53
4.2 Research Data Analysis .....	55
4.2.1 Respondent Result .....	55
4.2.2 Validity and Reliability Test of Research Instruments .....	58
4.2.3 Classical Assumption Test .....	61
4.2.4 Multiple Linear Regression Analysis .....	66
4.2.5 Hypothesis Testing .....	67
4.3 Discussion .....	70

## **CHAPTER V CONCLUSION**

5.1 Conclusion .....	75
5.1.1 Conclusion for Background .....	75
5.1.2 Conclusion for Hypothesis .....	76
5.1.3 Conclusion for Research Problem .....	78
5.2 Recommendation .....	78
5.2.1 For Managers .....	78
5.2.2 For Future Studies .....	80

## **REFERENCES .....**

## **APPENDIX .....**

## **LIST OF FIGURES**

	Page
Figure 1.1      Conceptual Framework .....	41
Figure 4.1      Indomaret Logo .....	53
Figure 4.2      Organizational Structure of PT. Indomarco Prismatama ....	60
Figure 4.3      Gletzer Test .....	63



## LIST OF TABLES

	Page
Table 1.1 The employees of PT. Indomarco Prismatama	
Aceh Tamiang Regency .....	4
Tabel 1.2 Employee Salary Data of PT. Indomarco Prismatama	
Aceh Tamiag Regency .....	5
Table 1.3 Number of Position Promotions at PT. Indomarco Prismatama	
Aceh Tamiang Regency 2021 – 2023 .....	5
Table 3.1 Likert Scale .....	43
Table 4.1 Number of Questionnaires .....	57
Table 4.2 Characteristics of respondents by Gender .....	57
Table 4.3 Characteristics of respondents by Age .....	53
Table 4.4 Compensation Variable Questionnaire Validity	
Test Results ( $X_1$ ) .....	60
Table 4.5 Job Promotion Variable Questionnaire Validity	
Test Results ( $X_2$ ) .....	60
Table 4.6 Work Motivation Questionnaire Validity Test Results (Y) ...	61
Table 4.7 Variable Reliability Test Calculation Results .....	62
Table 4.8 Normality Test Results .....	63
Table 4.9 Multicollinearity Test Results .....	64
Table 4.10 Gletzer test Result .....	65
Table 4.11 Auto Correlation Test .....	66
Table 4.12 Multiple Linear Regression Results .....	67
Table 4.13 Partial Influence Analysis with t tes .....	68

Table 4.14 Hypothesis Testing Results with Partial Test (t Test) .....	72
Table 4.15 Comprehensive Testing or simultaneous test (f Test) .....	72
Table 4.16 Coefficient of Determination (R2) .....	75



## **LIST OF APPENDICES**

Appendix 1	: Questionnaire .....
Appendix 2	: Questionnaire Result Table .....
Appendix 3	: Validity Test Table .....
Appendix 4	: Reliability Test Table .....
Appendix 5	: Descriptive Statistics .....
Appendix 6	: Classical Assumption Test Result .....
	1. Normality Test .....
	2. Multicollinearity test .....
	3. Heteroscedasticity test .....
Appendix 7	: Coefficient Of Determination .....
Appendix 8	: F – Test .....
Appendix 9	: T – Test .....
Appendix 10	: R Table .....
Appendix 11	: F Table .....
Appendix 12	: T Table .....
Appendix 13	: Documentation .....