

Table of Contents

STATEMENT OF COMPREHENSION TEST ACCEPTANCE	II
STATEMENT OF WORK'S ORIGINALITY.....	III
LIST OF TABLES.....	VI
LIST OF FIGURES.....	VII
LIST OF ABREVIATION.....	VIII
ABSTRACT	IX
CHAPTER 1 INTRODUCTION	1
1.1 Background	1
1.2 Research Questions	3
1.3 Research Objectives.....	4
1.4 Policy Implication	4
CHAPTER 2 LITERATURE REVIEW	5
2.1 Theoretical Background	5
2.1.1 Neoclassical Theories of Saving: The Life Cycle and The Permanent Income Hypothesis	5
2.1.2 Saving Decision: The Two periods Model and Euler Equation	6
2.2 Literature Review	9
2.2.1 The relationship of Saving behavior on Worker's Welfares.....	9
2.2.2 The correlation of Microfinance Institution on Welfares	10
2.3 Research Hypothesis.....	11
CHAPTER 3 METHODOLOGY	12
3.1 Data and Research Design.....	12
3.2 Operational Variables Definitions	16
3.2.1 Dependent Variables	16
3.2.2 Independent Variables.....	17
3.3 Estimation Techniques.....	19
CHAPTER 4 RESULTS & DISCUSSION.....	22
4.1 Descriptive Statistics.....	22
4.2 Main Finding.....	24
CHAPTER 5 CONCLUSION AND RECOMMENDATION.....	29



5.1	Conclusion	29
5.2	Limitation	30
5.3	Policy Recommendations.....	30
	<i>Bibliography.....</i>	<i>31</i>
	<i>Appendix.....</i>	<i>34</i>