

*Undergraduate Final Project  
Science of Law Department  
Even Semester 2018/2019*

**ANALYSIS OF THE ISSUES OF CERTAINTY AND CONVENIENCE  
OF FOREIGN INVESTMENT IN BATAM CITY BASED ON  
LAW NUMBER 25 OF 2007 CONCERNING INVESTMENT**

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*Abstract*

*Batam is one of the cities in Indonesia that have been aimed for foreign investments from various countries. Since then, Batam has received many positive impacts because of the establishment of Foreign-Owned Companies. However, since several years ago, foreign investment has dropped 20.43% from 2016 to 2017. This study is conducted with the purpose to learn the obstacles that prevent investors to build businesses in Batam, the coverage of law to protect foreign investors, and other factors which made foreign investors to discontinue their investment.*

*Research model for this study is empirical research model. It is done by collecting primer data from Public Service Mall, BKPM BP Batam with face-to-face interview. Secondary data also used in this study. It is collected from direct observation of how the law is enforced by government officials and the impacts to the society.*

*It is found that from result of this study, regarding the obstacles in foreign investment in Batam, there are two categories of business according to Indonesia's Law, closed business and open business. Only open business is allowed for all investment including foreign. Furthermore, there has been a lot of improvement done to the procedures of obtaining permit for foreign investment such as Izin Investasi 3 Jam (i23j) program and so far, has been optimal. Moreover, law protection for foreign investors in Batam, in case there is infringement of laws by individuals in the company, provides resolution by litigation, whether it involves criminal or civil laws. In addition, if associates violate the contract agreed by both parties, foreign investors have the rights to file lawsuits to the court.*

**Keywords:** *foreign investment, easiness, investor.*