ABSTRACT

The purpose of this study is to examine the effect of economic growth, Corruption Perception Index (CPI), education sector government expenditure, health sector government expenditure on the Islamic Human Development Index (I-HDI). This research uses secondary data from Indonesia and Malaysia during the 2005-2021 period. This research method uses multiple linear regression analysis with the Ordinary Least Square (OLS) method which is corrected with the Newey-West HAC (Heteroscedasticity and Autocorrelation-consistent) method. The research results found that economic growth and the Corruption Perception Index (CPI) has not significant effect on the Islamic Human Development Index (I-HDI), while education sector government expenditure, health sector government expenditure had a significant positive effect on the Islamic Human Development Index. (I-HDI).

Keywords: Islamic human development index, economic growth, corruption perception index, government expenditure.