COOPERATIVE AS A CHARACTER-BASED BUSSINES ORGANISATION IN INDONESIA

By

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A paper presented in the international seminar under the theme of “Strenghtening the Nation’s character and identity in the Global world context: a comparative study between Indonesia and Japan” in cooperation with HISPISI, Aichi University, and FISE UNY Indonesia.

**Abstract**

The failure of the economy development in Indonesia especially regarding the distribution of the nation development outcomes has become a hot issue recently. This failure has widened the gap between rich and poor people therefore it causes the crucial social discrepancy. This social discrepancy then triggers the occurrence of some problems in many cities in Indonesia.

One of the causes of the economy development failure is that the economy system in Indonesia is not well controlled so that it does not enhance the development of the private companies such as PT, CV and Firm. On the other side, Cooperative which is an economy activities forum for poor gets less attention and opportunity to develop. In reference to the Act of 1945, Cooperative is considered as a business organization which contributes to the development of the Indonesian national economy because it is believed that Cooperative has principals and basic values which are relevant to the characteristics of Indonesian.

This paper discusses the principals and the basic values of the Cooperative which are relevant to the characteristics of the Indonesian. The basic principles and basic values of Cooperative which are consistently implemented in the business world will minimize the failure of the national economy development. In other words, it can narrow the gap between the rich and poor. Moreover national economy which is supported by the development of Cooperative will become a model for the world economy. This paper is aimed at giving ideas as a reflection for the national economy decision makers to take Cooperative into account as the model of business organization which becomes the foundation of the national and international economy development.

Key words: Cooperative, Principals and basic values, and economy developments.