FIGHTING POVERTY THROUGH BOLSA FAMILIA IN THE CASE OF WORLD BANK'S INFLUENCE (BRAZIL'S EXPERIENCE UNDER LULA DA SILVA REGIME)

UNDERGRADUATE THESIS

Accomplished as Partial Fulfillment of the Requirement for the Degree in the Department of International Relations, Faculty of Social and Political Science, Muhammadiyah University of Yogyakarta



Accomplished by:

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INTERNATIONAL PROGRAM

DEPARTMENT OF INTERNATIONAL RELATIONS

FACULTY OF SOCIAL AND POLITICAL SCIENCES

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Prepared and written as partial fulfillment of the requirements for the Degree of *Sarjana Ilmu*Politik (S.IP) in the Department of International Relations, Faculty of Social and Political

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Advisor Examiner I

STATEMENT OF ORIGINALITY

This is to certify that to the best of my knowledge, the content of this thesis is my own work. This thesis has not been submitted for any degree or other purposes.

I certify that the intellectual content of this thesis is the product of my own work and that all the assistance received in preparing this thesis and sources have been acknowledged.

Yogyakarta, 19 April 2013

Lusi Budhi Karomah

2009 051 0111

WISE WORDS

"Women are beautiful because they are helpful. They help their family, their friends, and sometimes even their enemies. And no matter how far these women go, they'll always be beautiful for trying to make the world a beautiful place in their own way."

-Caroline Celico-

"Children keeps up in check. Their laughter prevents our hearts from hardening. Their dreams ensure we never lose our drive to make ours a better world. They are the greatest disciplinarians known to mankind. As you educate a woman, you educate the family. If you educate the girls, you educate the future."

-Queen Rania Al-Abdullah-

"One of my season is over and another one is beginning. Maybe it is more colored now, with new goals, new highlights, new ideas. The doubts have been spread on the floor and the truth is coming out slowly. The heat of love approaches, the coldness of some limits are melting, the desire of getting closer and coming to light a new time no matter what season I'm in, it will link me more and more to my only one, to my creator, where my heart is resting."

-Atina Onassis Roussel-

"Before love, comes forgiveness. If we can't forgive, we can't love. Love isn't heavy, love doesn't blame, love doesn't judge. Love isn't blamed or look for guilts. Love can't be payed, it isn't a coin. Because in love there's respect, there's forgiveness."

-Ivanka Trump-

Best Dedicated for:

❖ The Almighty God Allah S.W.T

The one who gives me strength, the one who understand me the most, and the only one I thankful for this perfect life.

❖ My beloved Mom and amazing Dad

The reason | live well, the persons | love the most in this world, Thank you so much to making me as a child who you both expect.

❖ My siblings and the children

My brother, sisters, in-laws, niece and nephews who | love, who | respect, who | admire, and | inspire in my life...

❖ My Inspiring Women, Queen Rania & Caroline Celico

The women who gives the best examples of life, the great women who has 'almost' perfect life & the tough women who are not easily give up all the time.

❖ My Future One

Someone who will accompany my whole life... | can't wait to greet you into my life soon...

FOREWORDS

Praise and gratitude I pray to Allah SWT because it is only thanks to His mercy and grace for me, then finally I can finish this undergraduate thesis with the title: "Fighting Poverty Through Bolsa Familia in the Case of World Bank's Influence (Brazil's Experience Under Lula da Silva Regime)".

This undergraduate thesis is a form of intellectual expression as the result of learning in the Department of International Relations, Faculty of Social and Political Sciences, Muhammadiyah University of Yogyakarta. This undergraduate thesis may still have some weaknesses in which it becomes a learning process toward perfection. I hope that this undergraduate thesis will be beneficial for the writer and others, especially for the student of Department of International Relations.

Yogyakarta, 19 April 2013

Lusi Budhi Karomah

2009 051 0111

PREFACE

Assalamu'alaikum Wr. Wb.,

Alhamdulillahi Rabbil'alamin, first of all praise and gratitude I pray to the existence of Allah SWT who always give me the barokah, hidayah, and also goodness in my life. Shalawat and salam hopefully always flow from us for our Rasulullah Muhammad SAW, who successfully guide and bring us from the darkness to the lightness by Al- Qur'an and Al- Hadits as his legacy to all human being.

Some years are good, some are very good, and others are not so good. But during all those moments I could appreciate my fight as something that made me grow, my pain as something to make me stronger, the frustrations as a new thing to learn. I can see how much Allah cares and careful, even in my most critical and saddest moments, He still stays by my side and gives me His hand, to help me stand up to keep fighting. Realizations and frustrations walk side by side along old and new friendships. This year is an example of this for me. After all, I must keep going forward if I want to see who will stay by my side. 2012 was a quick, challenging year, and it was great in every single way. It was a division between the old and the new, where the moments of silence were the most lived ones. The division between the old year and the new one, the old decade and the new decade kinda brings me the expectation that 2013 will be amazing to all of us. A year of peace and new victories. New challenges and new projects.

Second, because of the permission from Allah SWT, me as the writer can finish this undergraduate thesis as well. Then I also want to say big thanks for some persons who have given many supports and helps in my life:

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- And last, especially for my future one. I know what we feel is real, but can we be real?

Perhaps, this thesis is still far from perfect, but I hope that it could become a new info for all of us. I wish all of us to live something new in our life this year. I hope we can enjoy the silence, that make our heart warm and that we prepare our spirit to fly with the wings of freedom given by Allah SWT.

I have dreams, I want to be successful in every area of my life. And many times I think it's all too difficult and complicated. But I am the one who complicate it. Allah is trying to make my mind less confused and make the way I draw the simple things less complicated. Just always believe that I'll have a good future when I lean my life on God's hand.

Wassalamu'alaikum Wr. Wb

ABSTRACT

This undergraduate thesis tries to explore the role of Brazilian government to fighting extreme hunger and poverty through the program called Bolsa Familia and its relation with the loan from the World Bank to support the program as well. Brazil has a big problem as another developing countries in the world, and that is poverty. Until the program called Bolsa Familia has risen, Brazilian government concerns on the poor citizen to get a great life in the future. The programs including school grant, health grant, and also zero hunger for the extreme poor families. To support this program which needs so much money, Brazilian government got a loan interest from the foreign aid, such as the World Bank. The World Bank fund the long-term loan and function something like finance cooperatives or credit unions with the government. The World Bank is therefore a bit of an outliner amongst development banks, in the sense that borrowers play a small role in its governance. Because United States is the main investor for the World Bank to gave the loan for Bolsa Familia in Brazil, some people said it was the way to US to get an interest from Latin American countries, with Mexico and other countries which also has the same conditional cash transfers in their own countries.

Key words: Bolsa Familia program, World Bank, poverty, loan interest, citizen.

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