#### **DECLARATION PAGE**



I hereby declare that the undergraduate thesis under the title "The Role of International Covenant on Economic, Social and Cultural Rights in the Protection of Small and Medium Enterprises in Yogyakarta Towards the ASEAN Economic Community 2015", its content is truly the work of my own and I did not do plagiarism or quotation in ways that are inconsistent with the prevailing ethic in the scientific community. On this statement, I am ready to bear the risk/any sanction imposed to me in accordance with applicable regulations, if the future found a breach of scientific ethics, I am willing to accept the sanctions.

Written by:

Name	: Yovi Cajapa Endyka
Student Number	: 20120610071
Faculty	: Law
Major	: Law Science (International Program for Law and
	Sharia)
University	: Universitas Muhammadiyah Yogyakarta

Yogyakarta, May 25th, 2016

Yovi Cajapa Endyka

### **DEDICATION PAGE**

### This Undergraduate Thesis Dedicate to:

My Lord, Allah SWT

Prophet Muhammad SAW

My highly regarded Grand Mother

Kasinah

My beloved parents

Alm. Edy Yuliasaman RY

Triendah Sedyaningsih

My lovely brothers and sister

Rengga Endyka

Monica Endyka Putri

Delvasta Caesar Endyka

All of my Families

IPOLianS and my astonishing partners in batch 2012

#### FOREWORD

#### Assalamu'alaikum Wr. Wb

Alhamdulillahirabbilalamin, thank you Allah SWT, The Most Merciful and Most Gracious who has given me His blessing and an opportunity to accomplish my Undergraduate Thesis entitled **The Role of International Covenant on Economic, Social and Cultural Rights in the Protection of Small and Medium Enterprises in Yogyakarta Towards the ASEAN Economic Community 2015** at International Program for Law and Sharia, Faculty of Law, Universitas Muhammadiyah Yogyakarta.

In the course of these international laws and human rights many people have helped, advised and supported me in different ways. I would like to take this tremendous occasion to thank them. Without their help it would have been impossible for me to finish the undergraduate thesis. It is impractical to list name, I must single out a few.

First of all, I am indebted particularly to two people who have given me encouragement, intellectual stimulation and guidance. They are my advisors: Dr. Muhammad Nur Islami, S.H., M.Hum and Mr. Yordan Gunawan, S.H., Int. MBA who guided me with patient, wisdom and compassion. Their corrections, critical remarks and suggestions have been allowed me to develop my ideas and prepare this undergraduate thesis. I also owe special thanks to Mr. Nasrullah, S.H., S.Ag., MCL as the Director of International Program for Law and Sharia, Faculty of Law, Universitas Muhammadiyah Yogyakarta and as my awe-inspiring advisor. Then, I would like to say thanks to Dr. Trisno Raharjo, S.H., M.Hum as the Dean of Faculty of Law, UMY; Dr. Suryanto who did a great deal to correct and improve my English text; and all the lecturers of Faculty of Law, Mr. Iwan Satriawan, S.H., MCL. and Mukhtar Zuhdy, S.H., M.H., thanks for all support and motivation throughout these fabulous years. My deepest appreciations also go to all staff at the Faculty of Law for their assistances during my study at Universitas Muhammadiyah Yogyakarta.

My sincere gratitude goes to my parents, Alm. Edy Yuliasman RY and ITriendah Sedyaningsih for always being there for me through ups and downs, to be grateful for what I have and to not take anything for granted. Your pray, support, guide, and affection are being my strength all the way through my life. I love you so much. Thank you to my lovely brothers and sister, Rengga Endyka, Monica Endyka Putri and Delvasta Caesar Endyka for the unconditional love and support.

To all my gorgeous friends in batch 2012, for the challenges value I had in the last 3.5 years. I would never be who I'm now if I never see you. I'm lucky enough to have you within my 3.5 years study in this faculty. All I can say you are the good people. Keep fighting and see you on top guys!

Special appreciations to Moot Court Community "PETITA" Faculty of Law, Universitas Muhammadiyah Yogyakarta, Mohammad Hazyar Arumbinang, Rofi Aulia Rahman, Andika Putra, Zuhdan Fuad Reisnansyah, Endah Dian Ariany, Dewi Kesuma Handayani, Julian Dwi Prasetya, Hilmi Prabowo, Firmansyah Fadli, Veni Erisa and Nurul Liana Sari for letting me know what a great team work and being my family. Thanks also to Universitas Muhammadiyah Yogyakarta Model United Nations Community "UMY Commun" for the good times we had and give me a lot of enormous memories in this life.

Outstanding thanks to my best friends, Gaidar Kenny Marcapada, Ilham Azzkri Tansil, Dwi kurniaji, Oki Dwi Saputra, Hary Abdul Hakim, Fachrul Muhammad, Dicky Kurniawan, Wahyu Ridha Rahma, Apriana Daru Prabowo Wati, Suci Mardhatillah, Elida Rahajeng Puspitasari for getting me know what a true friends is. Thanks for the good times we had and all those crazy stupid stuff that we have done together. I'm very grateful to know such marvelous people like you guys! and to Shera Violantika Rahmadini who encourage me and always cheers me up.

To end with, I realize that there are so many mistakes in my undergraduate thesis. That's why my suggestions in order to develop the undergraduate thesis are very welcome. I hope that this undergraduate thesis could bring benefit to all human beings.

Wassalamu'alaikum Wr. Wb.

Yogyakarta, May 29<sup>th</sup>,2016

Yovi Cajapa Endyka

# TABLE OF CONTENTS

ABSTRACTi
APPROVAL PAGEii
ENDORSEMENT PAGEiii
DECLARATION PAGEiv
DEDICATIONv
FOREWORDvi
TABLE OF CONTENTSix
LIST OF TABLESxi
TABLE OF FIGURESxii
LIST OF STATUTESxiii
LIST OF ABBREVIATIONS xiv
CHAPTER ONE: INTRODUCTION
A. Background of Research1
B. Research Problems4
C. Objectives of Research
D. Benefits of Research5
E. Systematic of Writing5
CHAPTER TWO: LITERATURE REVIEW
A. Economic, Social and Cultural Rights
B. ASEAN Economic Community 201511
C. Small and Medium Enterprises (SMEs)15

## **CHAPTER THREE: RESEARCH METHODS**

A. Type and Approach of Research	20
B. Legal Material	21
C. Method of Collecting Data	26
D. Method of Data Analysis	26

# CHAPTER FOUR: FINDING AND ANALYSIS

A. The Economic, Social and Cultural Rights as Human Rights	8
B. ICESCR as Indonesian Law	7
C. The Distinguished Role of ICESCR to Protect SMEs in Yogyakarta4	1
D. SMEs Towards ASEAN Economic Community 2015 48	8
E. SMEs in Yogyakarta	2
F. The Yogyakarta Effort to Protect SMEs Towards AEC 2015 in Lights	
of ICESCR	8

# **CHAPTER V: CLOSING AND RECOMMENDATION**

A. Conclusion	63
B. Recommendation	65

### BIBLIOGRAPHY

APPENDIXES

# LIST OF TABLES

4.1 The Number of SMEs (2013-2015)	53
4.2 SMEs Data in Yogyakarta (2015)	55
4.3 The Number of Regulation (2010-2015)	60

# **TABLE OF FIGURES**

2.1 Human Rights Instruments	10
2.2 The Progress of ASEAN (1967-2025)	14
4.1 International Human Rights Instruments	42
4.2 National Human Rights Instruments	. 43
4.3 ASEAN Economic & Population	. 50
4.4 ASEAN Trade & FDI	. 51

#### LIST OF STATUTES

### Indonesia

Small Enterprises Act 1995

Micro, Small and Medium Enterprises Act 2008

Presidential Decree No. 16/1994

#### Internationl

United Nations Charter 1945.

Universal Declaration of Human Rights 1948.

International Covenant on Economic, Social and Cultural Rights 1966.

Convention on the Rights of the Child

Convention on the Rights of Persons with Disabilities

- Maastricht Guidelines on Violations of Economic, Social and Cultural Rights 1997.
- The Limburg Principles on the Implementation of the International Covenant on Economic, Social and Cultural Rights.
- International Covenant on Economic, Social Cultural Rights Ratification Act 2005.

## LIST OF ABBREVIATIONS

AEC	ASEAN Economic Community
AEM	ASEAN Economic Ministers Meeting
AFTA	ASEAN Free Trade Area
AIA	ASEAN Investment Area
ASEAN	Association of Southeast Asian Nations
BI	Bank Indonesia
BPS	Badan Pusat Statistik
CAT	Convention Against Torture
CEDAW	Convention on the Elimination of All Forms of
	Discrimination against Women
CERD	Committee on the Elimination of Racial Discrimination
CRC	Convention on the Rights of the Child
ESC	Economic, Social, and Cultural
FDI	Foreign Direct Investment
GA	General Assembly
GDP	Gross Domestic Product
HR	Human Rights
HRC	Human Rights Court
ICCPR	International Covenant on Civil and Political Rights
ICESCR	International Covenant on Economic, Social and Cultural
	Rights
IDR	Indonesia Rupiah
IGA	Investment Guarantee Agreement
IMF	International Monetary Fund
KEMKUMHAM RI	Kementerian Hukum dan Hak Asasi Manusia Republik
	Indonesia
MEA	Masyarakat Ekonomi ASEAN
MPR	Majelis Permusyawaratan Rakyat
SMEs	Small and Medium Enterprises
UDHR	Universal Declaration of Human Rights
UMKM	Usaha Micro, Kecil dan Menengah
UN	United Nations
US\$	United States Dollar