

## **ABSTRACT**

*The fundamental reason considered to be the cause of economic differences in each country is institution. Institutions in every country have a role in creating regulations and directing policies towards economic development. A country with good quality institutions will create an efficient economic climate thereby stimulating economic growth. This study aims to analyze relationship between institutional quality and economic growth in ASEAN during 2013-2021 period. The quality of institutions in this study is measured by civil liberties, political rights, corruption control, and political stability. The research method uses panel data regression with Fixed Effect analysis by controlling for Time Effect and Country Effect. The results found that political stability has a positive and significant relationship to economic growth. So, to stimulate high economic growth, the state needs to create a more stable political situation. It was also found that theoretically, Singapore is an ideal benchmark in ASEAN to achieve high economic growth through good quality institutions.*

**Keywords:** *Institutions, Economic growth, Fixed Effect*

**JEL Classification:** *C33, E22, 043*

