

## **ABSTRACT**

Trade is an important thing to increase the economical growth of one country, so that it is not a peculiar thing if the world trade develops quickly. One of trading growths is shown with the approved covenant by ASEAN economical society that expects the free flow of goods. In its implementation, it is required a rule related to the free flow of goods in Indonesia and legal protection for local product of Indonesia as a kind of protection to the local product and country safety. This study is aimed to understand the arrangement of free flow of goods and protection for local product in Indonesia by paying attention to the rules which will be applied in the free flow of goods era. This study uses a normative law research method with statute approach. The study is conducted by using the primary law material that is legislation rules and secondary law material that is textbook and law journal either thesis or dissertation. The protection of local product is a kind of step to defend local product to protect economic sovereignty based on the principle of family. Not only to protect the economic sovereignty, but also to protect the security of country. One kind of protections that is given by the country toward the local product is poured in Statute Number 7 Year 2014 about Trade with the conditions of restriction of export import activities.

Keywords: Trade, Free Flow of Goods, ASEAN Economical Society.