

ABSTRACT

Director of the Institute for Development of Economics and Finance (INDEF), Sri Hartati revealed that Indonesia's economic growth in the second quarter / 2015 more lethargic. The growth of the real sector industries declined, while the tremendous growth industry is the telecommunications industry. Telecommunications subsector has increased stock returns, but these subsectors debt also increased.

This study was conducted to determine the effect of inflation, interest rates, exchange rates, ROA, and the DER on stock returns telecommunication subsector listed in Indonesia Stock Exchange 2011-2015.

The method used in this research is quantitative method. The data used is secondary data, with a purposive sampling techniques. The object of this study is a sub-sector telecommunications company listed on the Indonesia Stock Exchange in 2011-2015, namely PT Telekomunikasi Indonesia, PT Indosat, PT XL Axiata, and Smartfren.

The result is that simultaneous variable inflation, interest rates, exchange rates, ROA, and DER no significant effect on stock returns. Similarly, in partial inflation, interest rates, exchange rates, ROA, and DER no significant effect on stock returns.

Keyword : Macroeconomics, Profitability Ratio, Funding Decision Ratio