

ABSTRAK

Stock prices are determined by demand and supply of the shares in the capital market. To make an investment, a lot of things should be considered by investor. Some of them are net income information and net income components. Increase in net income and cash flow components should be followed by an increase in stock prices. But in fact, there are companies with net income and cash flow components increased but their stock price decreased, or vice versa. Many investors are still investing their funds in companies with decreased net income and cash flow components. This study aims to examine whether there are significant effect of net income and cash flow components on stock price.

The population in this study are all companies registered in LQ 45 period 2010-2014. The samples used were 17 companies, selected using purposive sampling method. Data were analyzed using panel data regression analysis.

Results from this study showed that net income, operating cash flow, investment cash flow, and financing cash flows have a significant effect on stock prices simultaneously. In partial net income and investment cash flow have a significant effect on stock prices with a positive direction. While variable operating cash flow and financing cash flow have no significant effect on stock prices.

Keywords : Stock Price, Net Income, Operating Cash Flow, Investment Cash Flow, Financing Cash Flow.