

## **ABSTRACT**

*On July 1st, 2016 President Joko Widodo approved Law on tax amnesty. Tax amnesty is a program that is supposed to be the elimination of tax due, the tax is not subject to administrative sanctions and criminal sanctions in the field of taxation, by way of uncovering treasures and pay ransom in accordance with the Act. This policy is expected to help improve the economic condition of Indonesia and the proceeds repatriation are put into the capital markets so as to move the capital market.*

*In capital markets, information is an important factor that can influence the rise and fall of stock prices. Rise and fall of stock prices is due to the market reacted to an announcement containing information and market reaction will be indicated by changes in stock performance. The variable in this study was the performance of stocks with the object under study is sectoral shares in BEI.*

*This study is a comparative descriptive research with quantitative data types. The method used in this study is event study with 24-day observation period of 12 days before and 12 days after the announcement. With this method, stock performance can be measured by return and abnormal return. Benchmark for analyzing the performance of these stocks using a different test to the average return and abnormal return during the observation period.*

*The average difference test shows that there is an average return and abnormal return significant sectoral shares during the observation period. From the analysis it can be concluded that the information content of the announcement tax amnesty submitted by the Government does not affect the performance of sectoral shares significantly.*

*Keywords: Announcement of Tax Amnesty, Stock Performance, Event Study*