

ABSTRACT

This study aims to examine the relationship of Return On Assets (ROA), Current Ratio (CR), and Debt to Equity Ratio (DER) with Stock Return on companies included in LQ45 Index 2012-2016 Period. LQ45 is the most liquid stock index listed on Indonesia Stock Exchange (IDX) in addition to Composite Stock Price Index (IHSG). In previous researches on stock returns, stock returns are affected by factors such as Return On Assets (ROA), Current Ratio (CR), and Debt to Equity Ratio (DER). However, there are still inconsistencies in Return On Assets (ROA), Current Ratio (CR), and Debt to Equity Ratio (DER).

Stock return is the result of investment and trading obtained by investors on shares that have been planted in a company within a certain time. Return On Assets (ROA) is a tool to measure the ability of companies in generating return on assets owned. Current ratio (CR) is a measure of the company's ability to pay its short-term liabilities over the company's current assets. Debt to equity ratio (DER) is a tool to measure the company's ability to pay off its debts using the company's capital.) is a measure of the company's ability to indicate investor confidence in the company's performance in the future.

The population in this study is the company included in the LQ45 Index. Sampling technique used in this research is purposive sampling and obtained 23 companies including LQ45 Index in the period 2012-2016. Data analysis method in this research is multiple linear analysis using SPSS version 20 program.

The result of product moment correlation test show Return On Asset (ROA) has categorized relationship "very low" with stock return where the correlation value is 0,039. Current Ratio (CR) has a "very low" categorized relationship with stock return where the correlation value is 0.060. Debt to Equity Ratio (DER) has a "very low" categorization relationship with stock return where the correlation value is - 0.045.

Suggestions for further research to examine the first correlation between independent variables with dependent variables before measuring the influence of independent variables to the dependent variable. Suggestions for investors, this research is expected to be a reference as a consideration in making investment decisions, especially in making stock investments in companies listed in the LQ45 index.

Keyword : Return On Asset (ROA), Current Ratio (CR), Debt to Equity Ratio (DER), Stock Return