

## **ABSTRACT**

*This study aims to analyze the difference of abnormal return, trading volume activity, bid-ask spreads and security return variability between before and after announcement of Financial Economic Policy Package. The population in this study are companies whose shares are listed in the LQ45 index in Indonesia Stock Exchange for the period October 2015 - March 2016, as many as 45 companies. The samples were taken based on purposive sampling technique. Total sample used 40 companies. The method used in this research is the event study with the observation period 5 days before the announcement and 5 days after the announcement of financial economic policy package (Volume III, V, VII, VIII, X, and XI). The data analysis using Paired Sample T-Test. Testing was performed using SPSS. The results indicate that there is no differences in abnormal returns, trading volume activity, and security return variability between before and after the announcement of financial economic policy package, and there is a differences in bid-ask spreads between before and after the announcement of financial economic policy package.*

*Keywords: Abnormal Return, Trading Volume Activity, Bid-Ask Spread, Security Return Variability, Event Study, Financial Economic Policy Packages*