

ABSTRAK

Capital Market is a market that is not much different from the traditional market, where there are traders, buyers, and bargain prices. Instruments in the capital market are quite a lot that has been known by the people of Indonesia such as stocks, bonds, foreign exchange, and so forth. One of the instruments traded in the capital market is in the form of securities or shares. Shares are proof of ownership and ownership capital of the company so that if having shares means to join the company. Stock price movement is easy to know by looking at stock index. In the Indonesia Stock Exchange there is a LQ45 index that contains shares with the largest value of trade transactions in the stock market regular market during the last 12 months and has a good fundamental performance. The LQ45 index represents 70% of the market capitalization on the Indonesia Stock Exchange. Because of the dominant, LQ45 index becomes the main reference of investors in investing.

This study was conducted with the aim to know whether inflation, interest rate, exchange rate, ROA, and DER will affect the stock return of companies listed in Indonesia Stock Exchange and included in Index LQ45 period August 2017 until January 2018. The method used in this research is quantitative method with secondary data source. Sampling technique uses purposive sampling, with the research object are all companies listed in the Indonesia Stock Exchange and included in the LQ45 Index period August 2017 until January 2018.

This study obtained results that simultaneously inflation, interest rates, exchange rate of rupiah, ROA, and DER effect on stock return. Partially interest rates, exchange rate of rupiah, and ROA effect on stock return, except DER that does not affect the stock return.

Keywords: Macroeconomics, financial ratios, funding decision ratios.