

## **ABSTRACT**

*The movement of the stock price index can be influenced by various factors, including the influence of other countries called the contagion effect. These effects can cause causality in stock price indexes between countries. Causality relationships between countries can also be caused by cooperative relations between countries, especially in the fields of exports and imports.*

*This study aims to analyze the causal relationship between the American, British, Singapore, Chinese and Japanese countries towards Indonesia. The aspects studied are the movement of the stock price index, the cooperation relationship, and the influence that a foreign country has on Indonesia.*

*Data processing in this study uses the Indonesian stock price index (IHSG), America (DJI), United Kingdom (FTSE 100), Singapore (STI), China (SSEC) and Japan (NI225) for the 2014-2018 period. Data processing methods used are Granger Causality Test.*

*This study proves that there is no causality relationship between the stock indices of the American, United Kingdom, Singaporean, Chinese, and Japanese countries in Indonesia..*

*Keywords: Capital Market, Stock Price Index, Contangion Effect, Causality*