

Abstract

Positive trend of stock in property and real estate sector can be a opportunity for investor to invest their money. In investing, of course there are risks that must be faced by the investor. There are two types of risks associated with stocks, namely systematic risk and unsystematic risk. Systematic risk or beta is undiversification risk. Therefore, factors that influence beta remark important. The aim of this research is to know the impact of degree of operating leverage and degree of financial on systematic risk. This research use the regression of data panel and random effect model.

The result of this study showed that degree of operating leverage and degree financial leverage have no impact on systematic risk. Partially variable degree of operational leverage and degree of financial leverage has no impact on systematic risk. Based on testing the coefficient of determination that the value of of determination of 0,0844 or 8,44% adjusted (R^2). This means that 8,44% of shares Beta can be explained by the variable degree of operating leverage and degree of financial leverage. The remaining 91,56% can be explained by other variables.

Keywords: Systematic risk, Degree of Operating Leverage, and Degree of Financial Leverage