

Abstract

The coal mining industry began to thrive in Indonesia around the end of 1980. The coal mining subsector contributes to government revenues increasing from year to year. In 2011, the coal mining subsector experienced shocks due to coal prices slumped sharply. Decline in coal prices has an impact on the decline in revenue reflected in most stock prices decreased from 2011 to 2013. This study aimed to examine the economic value added and market value added on stock returns.

This research was conducted on companies that listed in coal mining subsector on 2011-2013. Total of samples 14 are companies, taken by using purposive sampling method. This study used secondary data which seen from the financial statements and closing stock price. The data were analyzed by using data panel regression.

The result showed that market value added has significant positive effect on stock return, while economic value added have no significant effect on stock return.

Keywords : economic value added, market value added, stock return.