ABSTRACT

The development of Sharia mutual funds in Indonesia continues to increase every year, this triggers public awareness to invest. Sharia mutual funds are one of the types of mutual funds provided to provide opportunities for investors who intend to invest in companies that meet the criteria and do not conflict with sharia principles.

This research was conducted to determine how the effect of stock selection ability and market timing ability on the performance of sharia mutual funds registered with the Otoritas Jasa Keuangan during the 2018 period. The data used in this study are Net Asset Value (NAV), Indonesian Sharia Stock Index (ISSI) and Bank Indonesia Sharia Certificate (SBI).

The data analysis model in this study is panel data regression analysis using software eviews 10. The method used to test the hypothesis is the F test and t test, and uses the classic assumption test, namely heterocedasticity test and multicollinearity test.

The results of the F test show that simultaneous stock selection and market timing have a significant effect on the performance of sharia mutual funds. The results of the t test show that partially stock selection and market timing have a significant positive effect on the performance of sharia mutual funds.

Based on the results of this study, if the performance ability of investment manager mutual funds increases, the expected rate of return of investors is reached, and vice versa.

Keywords: Stock Selection, Market Timing, Sharia Mutual Fund Performance