ABSTRACT

The performance of mutual funds was measured by the Treynor Mazuy index where this method of portfolio performance was measured by comparing portfolio risk premiums with portfolio risk expressed in beta, the Treynor Mazuy method used average performance for certain sub-periods. This study aimed to influence and analyze whether the factors of market timing ability and stock selection ability affect the performance of Islamic mutual fund to survive.

There were seven sample data of Islamic stock mutual funds used in this study. The independent variables in this study were market timing ability and stock selection ability. While the dependent variable in this study was the performance of Islamic mutual fund. The sampling technique in the study used purposive sampling technique. The analytical method used in this study was the method of multiple linear regression analysis. There were three hypothesis testing used in this study, namely the F statistical test (simultaneous) and the t statistical test (partial).

Based on the research results of the market timing ability and stock selection ability simultaneously (statistical test F) significantly influenced the performance of Islamic equity funds. While partially (statistical test t) the variable market timing ability and stock selection ability did not have a significant effect on the performance of Islamic equity funds.

Keywords*: market timing ability, sharia mutual fund performance, and stock selection ability.*