ABSTRACT

The January effect is one of the seasonal anomalies that can occur in the Indonesian capital market. The January effect is an anomaly that presents returns low stock occurring in December and the returns highest stock occurring in January. This study aims to determine whether there is a difference between returns stock and abnormal returns in January with months other than January. If there is a difference between returns stock and abnormal returns in January with other months, the January effect occurs and vice versa. If the returns stockand abnormal returns in January do not show any difference with other months, the January effect does not occur.

The data used in this study are secondary data. The sample in this study consisted of 15 companies that did not carry out corporate actions and were consistently included in the LQ45 Index of the Indonesia Stock Exchange for the period 2015-2019. The analytical method used in this study is the One Way ANOVA test to test whether there is a difference in returns stockbetween January and months other than January.

The results of the analysis using thetest One Way ANOVAshow that there is no significant difference in returns and abnormal returns between groups in January and other months so that it can be concluded that thephenomenon January effect does not occur on the LQ45 Index on the Indonesia Stock Exchange 2015-2019 period.

***Keywords**: January Effect, Return, Abnormal Return, LQ45 Index*