

TABLE OF CONTENTS

AUTHENTICATION PAGE.....	i
AUTHENTICATION PAGE.....	ii
STATEMENT PAGE.....	iii
FOREWORD	iv
ABSTRACT	v
TABLE OF CONTENTS.....	vi
LIST TABLE.....	x
LIST OF FIGURES	xi
CHAPTER I INTRODUCTION.....	1
1.1 Overview of Research Objects	1
1.2 Research background	3
1.3 The Problem Statement	5
1.4 Research purposes.....	6
1.5 Benefits of research.....	6
1.5.1 Academic Benefits	7
1.5.2 Practical Benefits	7
1.6 Scope of research	7
1.7 Writing System.....	7
CHAPTER 2 LITERATURE REVIEW	10
2.1 Foundation Theories and Previous Research Findings	10
2.1.1 Investments.....	10
2.1.2 Stock return	11
2.1.3 Capital Market	11
2.1.4 Stock Price Index	12
2.1.5 Macroeconomics Variables	12
2.1.5.1 Inflation Rate.....	13
2.1.5.2 Exchange Rate.....	13
2.1.5.3 Interest Rate.....	14
2.2 Previous Research.....	15
2.3 Conceptual Framework	25
2.3.1 The Effect of Inflation on Stock Returns	25
2.3.2 The Effect of Rupiah Exchange Rate on Stock Returns	25

2.3.3	The Effect of Interest Rate on the Stock Returns	26
2.4	Research Hypothesis	28
CHAPTER 3 RESEARCH METHOD	30
3.1	Characteristic of research	30
3.2	Operational variables	31
3.3	Research Stages	32
3.4	Population and Sample.....	33
3.4.1	Population.....	33
3.4.2	Sample.....	33
3.5	Data Collection Tools	34
3.5.1	Types of data	34
3.5.2	Data Source	34
3.6	Data Analysis Techniques and Hypothesis Testing.....	34
3.6.1.	Descriptive Statistical Analysis	35
3.6.2.	Multiple Linear Regression Analysis.....	35
3.6.3.	Classic Assumption Test	36
3.6.4	Hypothesis testing.....	37
CHAPTER 4 RESEARCH RESULT AND DISCUSSION	40
4.1	Descriptive Statistical Analysis	40
4.2	Classic Assumption Test	41
4.2.1	Normality Test	41
4.2.2	Multicollinearity Test.....	41
4.2.3	Heteroscedasticity Test	42
4.2.4	Autocorrelation Test	43
4.3	Research Result	43
4.3.1	Multiple Linear Regression Test	43
4.3.2	Hypothesis Test	44
4.4	Research Discussion	46
4.4.1	The Effect of Inflation on Stock Return.....	46
4.4.2	The Effect of Interest Rate on Stock Return	46
4.4.3	The Effect of Exchange Rate on Stock Return.....	47
4.4.4	The Effect of Inflation, Interest Rate and Exchange Rate on Stock Return	48
CHAPTER 5 CONCLUSION AND RECOMMENDATION	48

5.1	Conclusion.....	50
5.2	Recommendation	50
5.2.1	Theoretical Aspect	50
5.2.2	Practical Aspect	50
BIBLIOGRAPHY	52