

## ABSTRACT

*This research is entitled "The Effect of the COVID-19 Pandemic on Stock Liquidity with Firm Characteristics as a Control Variable (Study of Companies Lists in the Jakarta Islamic Index 70)". This study aims to analyze how the influence of cases and deaths confirmation of COVID-19 on the stock liquidity with bid-ask spread and amihud Illiquidity measurement and also firm characteristics as a control variable.*

*Quantitative research is a type of research that uses secondary data. The population of this study are companies listed on JII 70 on the Indonesia Stock Exchange during the period January 2021-December 2021. The purposive sampling method was used in the sample technique and obtained as many as 34 companies from a total population of 70 companies. In this study using data analysis, namely descriptive statistical analysis, classical assumption test, and multiple linear regression analysis.*

*The results of this study indicate that the variable cases and deaths confirmed by COVID-19 have no significant effect on the bid-ask spread which is calculated without control variables. However, confirmed cases of COVID-19 had a significant positive effect on Amihud's illiquidity and had no significant effect on the variable death of confirmed COVID-19 which was calculated without a control variable. Then the results of the analysis with control variables show that cases of confirmation of COVID-19 have a significant positive effect and deaths of confirmed COVID-19 have a significant negative effect on the bid-ask spread. Furthermore, cases of confirmation of COVID-19 did not have a significant effect, while deaths of confirmed COVID-19 had a significant positive effect on Amihud's illiquidity.*

*Keyword : COVID-19, stock liquidity, firm characteristics, bid-ask spread, Amihud*