

ABSTRACT

A period of years 2016-2018, return of equity mutual funds in Indonesia is compared with the return of IHSG having results are fluctuated, the average of return equity mutual funds are still below return of the Indonesia composite index that indicates the performance of equity mutual funds that underperform. As previous researches Sharpe (1966), Jansen (1968), Grinblatt & Titman (1992) and then developed by Treynor & Mazuy (1996), Kiyamaz, 2015), (Hili et al, 2016), (Chen et al, 2016). The purpose of this research to analyze the fund characteristic owned by fund managers and expertise on the performance of equity mutual funds in Indonesia during 2016-2018 period.

The population in this research is 253 equity mutual fund in Indonesia and the sample in this research is 66 equity mutual funds in Indonesian. The method used is ordinary least square (OLS), to analyze the relationship between age, size, stock selection, market timing that have a positive effect and expense ratio have a negative effect on the performance of equity mutual funds. Based on the research, the result of Age variable have negative effect and significant of the performance of equity mutual funds. Size and expense ratio have the negative effect on performance and they are not significant to the performance of equity mutual funds. Stock selection and market timing ability variable have a positive effect and significant to the performance of equity mutual funds.

Based on OLS analysis show that age, size and expense ratio are not effect to the performance of equity mutual fund and it was not proved. Stock selection and market timing has proved to increasing on the performance of equity mutual funds. Researcher expect that the next research are using of redemption fees, management fees, turnover and past performance, so the result of the performance of equity mutual funds more detail.

Keywords: Equity mutual fund performance, Age, Size, Expense ratio, Stock selection ability, Market timing ability.