Abstract

        The past research showed that some factors become the predictor for the stock return. Beta, Company Size, DER ratio and PBV ratio are some of them. Beta value shows us the systematic risk, the risk that cannot be eliminated by diversification; in other word it is a risk that have effect to all of the existing company. In this research, the company size, proxied by the total asset of a company. Meanwhile the Debt to Equity Ratio (DER) is a ratio that shows the company capital proportion which obtained from the external to the company internal capital. The last, Price to Book Value Ratio (PBV) shows us the proportion of stock market value to it's book value.

        This research wants to examine the effects of Beta, Company Size, DER ratio and PBV ratio to the stock return in companies that listed in Main Board Index (MBX) and Development Board Index (DBX) in Jakarta Stock Exchange (JSX) in the period of year 2003 – 2005.

        The result of this research explained, that the data used in the research has fullfiled the classical assumption, as normality, no multicollinearity, no autocorrelation and heterocedastisity free. From the reggresion analysis result find that beta have a positive effect to the stock return, but not significant; the company size and PBV ratio have a positive and significant effect to the stock return; while the DER ratio have a negative and significant effect to the stock return. Simultaneously, the fourth independent variables (beta, company size, DER ratio and PBV ratio) influence the stock return. Finnaly the Chow test results shows that there are different influence from beta, company size, DER ratio and PBV ratio to the stock return in company that listed in Main Board Index (MBX) and Development Board Index (DBX) in Jakarta Stock Exchange (JSX). The variabels effect on stock return in companies that listed in Main Board Index (MBX) is higher then in companies listed in Development Board Index (DBX)

Keywords: Beta Stock, Company Size, DER, PBV, Stock Return, Main Board Index, Development Board Index