

## **ABSTRACT**

*Capital market existence in Indonesia is marked with to the number of investor that start inculcate its share in industry real estate and property. Growing fast its sector growth this property is followed with growing request height of board need, until make investors property requires fund from external source. Fund was from external source can be obtained pass by capital market. The objectives of this research to analyze the influence of inflation, exchange rate, Return On Asset (ROA), Debt to Equity Ratio (DER) dan Current Ratio (CR) to stock return of real estate and property industry that listed on Indonesian Stock Exchange in the period of 2003 - 2006.*

*This research using data from Statistical Economics and Finance that published from Indonesian Banking, ICMD (Indonesian Capital Market Directory) and Jakarta Stock Exchange (JSX) Monthly Statistic in the period of 2003-2006. The number of population for this research is 35 companies and the number of sample that examined after passed the purposive sampling phase is 23 companies. Analyze technique to use in this research is multiple linier regression to obtain picture which totally regarding relationship between one variable with other variable.*

*The result of this research shows inflation, exchange rate and Debt to Equity Ratio (DER) variables has a negative and significant influence to stock return, in other hand Return On Asset (ROA) and Current Ratio (CR) has a positive and significant influence to stock return on real estate and property industry. This result is expected that inflation, exchange rate, Return On Asset (ROA), Debt to Equity Ratio (DER) dan Current Ratio (CR) variable can be made reference, either by company management and also by investors in determining investment strategy.*

*Keyword : Inflation, exchange rate, Return On Asset (ROA), Debt to Equity Ratio (DER) dan Current Ratio (CR), stock return*