CHAPTER V

CONCLUSIONS AND RECOMMENDATIONS

5.1 Conclusions

The purpose of the study is to analyze how the impact of macroeconomic variables on the stock price of the bank sector listed on the Indonesia Stock Exchange in 2011-2020, presented in a conclusion :

1. Inflation (CPI) has an impact on stock prices of the bank sector listed on the Indonesian stock exchange in 2011 - 2020. The regression coefficient value of the inflation variable (CPI) is -1.109980 with a negative correlation, while the probability value is $0.0000 < 0.05$.

2. The BI Rate has an impact on the stock price of the banking sector listed on the Indonesia Stock Exchange in 2011 - 2020. The regression coefficient value of the BI Rate variable is 0,069816 with a positive correlation, while the probability value is $0.0093 < 0.05$.

3. The exchange rate (USD) has an effect on the stock price of the banking sector listed on the Indonesia Stock Exchange in 2011 - 2020. The regression coefficient value of the exchange rate variable (USD) is 10.43895 with a positive correlation, while the probability value is $0.0295 < 0.05$.

4. GDP Growth has no effect on stock prices of the banking sector listed on the Indonesia Stock Exchange in 2011 - 2020. The regression coefficient value for the

GDP Growth variable is -0.053197 with a negative correlation, while the probability value is 0.2216 > 0.05.

5.2 Recommendations

1.   It is hoped that the government can use this research as a reference in increasing investors in the stock market as well as possible by controlling macroeconomic variables, in order to increase the level of investors on the Indonesian stock exchange so that economic growth in Indonesia can increase.

2.   The need for socialization regarding stock investment to the Indonesian people according to the laws and regulations regarding debt in Indonesia, so that the public becomes more aware and understands the importance of stock investment in Indonesia.

3.   It is hoped that further researchers will be able to add more variables and add a period to research the effect of macroeconomic variables on stock prices of the bank sector listed on the Indonesian stock exchange so that the research results will be better.