

CHAPTER V

CONCLUSION

5.1 Conclusion

Based on the results of the research above it can be conclude:

1. From the calculation of Altman and Zmijewski bankruptcy predictions in 2018 to 2020, the Z-Score value is obtained which is above the cut off value for both Altman and Zmijewski so that most of the food and beverage companies on the Indonesia Stock Exchange are in good condition.
2. Altman bankruptcy prediction has no significant effect on stock returns, but Zmijewski bankruptcy prediction has a significant effect on stock returns with a coefficient of determination value of 9.6%. Which means there are still many factors that can affect stock returns apart from bankruptcy prediction analysis.

5.2 Limitations of Research

This research only uses food and beverage companies listed on Indonesia Stock Exchange as a sample. So, it cannot be used as a general discovery to other industry sectors listed on Indonesia Stock Exchange.

5.3 Suggestions

Based on the limitations as mentioned above, the suggestions of the writers are as follows:

1. The further research is expected to use other industry sectors in doing the similar research. So, the results obtained later can be used as an overview of other companies in other industry sectors.
2. The further research is expected to use more periods to be analyzed than this research. Hopefully, the number of periods for all companies used to be researched are the same. So, it can make the results more relevant and reliable.
3. Given the limitations of the variables studied, it is expected that the future researchers will come to expand the aspects of the research because many factors can affect stock return, especially for companies listed on Indonesia Stock Exchange.

