

CHAPTER V

CONCLUSION

5.1 Conclusion

The conclusion that can be drawn from the results of this study are:

1. Research of analyzing fundamental factor affecting stock price is done on the property and real estate company listed on the Indonesia Stock Exchange in the 5 years period of time. The number of companies studied were 16 companies selected by purposive sampling method so that the total sample used is a total of 80 samples.
2. Independent variables that we want to know the effect on the dependent variable (stock prices) in this study was as much as 5 variables, ROA, ROE, Fixed Asset Ratio, Debt Equity Ratio and Current Ratio
3. Test results for the first hypothesis suggests that there is significant influence of Return on Asset on Stock Price return on companies listed in Indonesian Stock Exchange. The ROA of the company has a significance value of 0.006 is less than the level of significant 0.05, which means that the ROA of the company does significantly affect Stock Price. Based on the research results obtained, the ROA is measured by how much the asset can generate earning. The relationship between the stock price is ROA positive and significant, which means that any increase in ROA can drive up stock prices and significant
4. Test results for the second hypothesis suggests that there is significant influence of Return on Equity on Stock Price return on companies listed in Indonesian Stock Exchange. The ROE of the company has a significance value of 0.0007 is less than the level of significant 0.05, which means that the ROE of the company does significantly affect Stock Price. ROE is important ratio for the owners and holders shares because the ratio shows the ability Companies manage capital from shareholders to make a profit. Companies that have Return on Equity low or even negative will classifiable as companies lacking both in

generating profits that became shareholders' rights. The relationship between the stock price is ROE positive and significant, which means that any increase in ROE can drive up stock prices and significant.

5. Test results for the third hypothesis suggests that there is no significant influence of Fixed Asset Ratio on Stock Price return on companies listed in Indonesian Stock Exchange. The Fixed Asset Ratio of the company has a significance value of 0.135346 is more than the level of significant 0.05, which means that the Fixed Asset Ratio of the company does not significantly affect Stock Price.
6. Test results for the fourth hypothesis suggests that there is no significant influence of Debt Equity Ratio on Stock Price return on companies listed in Indonesian Stock Exchange. The Debt Equity Ratio of the company has a significance value of 0.093114 is more than the level of significant 0.05, which means that the Debt Equity Ratio of the company does not significantly affect Stock Price.
7. Test results for the fifth hypothesis suggests that there is no significant influence of Current Ratio on Stock Price return on companies listed in Indonesian Stock Exchange. The Debt Current Ratio of the company has a significance value of 0.5272 is more than the level of significant 0.05, which means that the Current Ratio of the company does not significantly affect Stock Price.
8. The results of the independent variables simultaneously testing also showed that the five independent variables are able to demonstrate a significant effect on Stock price. Based on the statistical test F random effect model output table above, the regression output shows the significant value $0.0298 < 0.05$ (5%), so it can be concluded that together ROA, ROE, FAR, DER and CR effect significant to the Stock Prices.

5.2 Limitations of Research

Limitations of this study are:

1. Companies that were sampled only property and real estate companies as many as 16 companies.

2. Observation have short amount of time (5 years).
3. This study only looked at the effect of ROA, ROE, FAR, DER and CR by ignoring other factors that may be influential.

5.3 Implications of Research

Based on the conclusions and limitations of the study above, the implications of this research are:

1. This study is expected to provide useful information to investors in assessing the performance and the condition of a company through financial ratio.
2. For users of financial statements, particularly investors and creditors, this research can be used as a source of information that is a part of the profit of the company that are susceptible to return of stock prices. Therefore, users of financial statements to be more careful in the use of financial statements, and does not assess a firm that is capable only from the profits they generate in the future, without assessing other aspects such as the company's internal mechanisms.

5.4 Suggestion

Suggestions can be submitted for this research are:

1. The research about stock price return should use the other independent variables to increase the variety of research and find out the causes or other matters that could affect return of stock in property and real estate companies, such as macroeconomy factor, and so on.
2. The research should use more samples with longer timescales research. sothat the results of the research obtained are more accurate.

