

## CHAPTER V

### CONCLUSION

#### 5.1 Research Conclusion

This research was conducted to examine the effect of Return on Assets, Return on Equity, Earnings per Share, Price to Book Value, and Covid-19 Effect to Stock Return. The objects of analysis in this research are companies registered on IDX Sector Energy (IDXENERGY) in 2018-2023 period. During this period, there were 25 companies that met the criteria as samples for this research.

The variable Return on Assets has a value of  $P < |t|$  of 0.000 which is smaller than the expected significance value of 0.05 with a positive coefficient of 2.578631. This means that the Return on Assets has a positive and significant influence on the dependent variable, the Stock Return of companies listed on IDXENERGY in the 2018-2023 period.

In addition, variables Return on Equity has a value of  $P > |t|$  of 0.228 which is greater than the expected significance value of 0.05 with a positive coefficient of 0.1441819. This means that the Return on Assets has a positive and insignificant influence on the dependent variable, the Stock Return of companies listed on IDXENERGY in the 2018-2023 period.

In addition, variables Earnings per Share has a value of  $P > |t|$  of 0.955 which is greater than the expected significance value of 0.05 with a negative coefficient of -0.0001618. This means that the Earnings per Share has a negative and insignificant

influence on the dependent variable, the Stock Return of companies listed on IDXENERGY in the 2018-2023 period.

Furthermore, variables Price to Book Value has a value of  $P < |t|$  of 0.000 which is less than the expected significance value of 0.05 with a positive coefficient of 13.30865. This means that the Price to Book Value has a positive and significant influence on the dependent variable, the Stock Return in the 2018-2023 period.

## 5.2 Implication

Based on the conclusions that have been described, the authors try to suggest implications that might be useful, including:

1. For academics

This research strengthens the signalling theory that if a company has a good reputation for its financial performance, it will give a positive signal to investors compared to a company that has not yet established a good reputation for its financial performance. In addition, it contributes to adding to the literature regarding several factors related to fundamental analysis based on financial ratios of companies listed on IDX Sector Energy (IDXENERGY) in 2018-2023 which, according to the authors, affect Stock Return. It is hoped that the results of this research can provide opportunities to contribute to the development of knowledge in the field of financial management, especially regarding the influence of factors that included in company's fundamental analysis to Stock Return. So that it can be a

reference and material for consideration for future researchers to use other factors that are more influential on Stock Return.

## 2. For companies

This research provides information on companies registered on IDX Sector Energy (IDXENERGY), that all factors included in company's fundamental analysis that the authors are trying to determine have a significant influence on stock return. As result overall variables have positive influence to Stock Return except Earnings per Share, though only 2 variables: Return on Assets and Price to Book Ratio have significant effect to Stock Return. The results of this research can be useful for improvement of the companies' financial performance especially in assessing company profit.

### 5.3 Research Limitations

This research is not without limitations. This limitation is expected to be improved in subsequent studies that raise the same topic. The limitations contained in this research are as follows.

1. This research only uses projected company value with stock return values as variables that will be seen as being influenced by other independent variables.
2. This research mainly focused on factors that included in company's fundamental analysis as independent variables despite there are many other

factors that can be used as consideration to assess stock return of energy companies that registered on IDX, for example macroeconomics factors.

3. This research only made observations of only six years from 2018 to 2023.

#### **5.4 Suggestion**

The suggestions that can be given for future research are as follows:

1. Future research that has topics related to stock return affected by factors that included in company's fundamental analysis like this research is expected to add other research factors.
2. The second suggestion is to add intervening and moderating variables so that they can add variety in future research.

