# ABSTRACT

Yoel Dwi Petra / 22150172 / 2019 / Effect of Profitability, Liquidity, Activities Ratio in Stock Returns in Mining Companies Listed in Indonesia Stock Exchange in the period of 2014-2018 / Advisor: Bonnie Mindosa, S.E., MBA.

Investors' expectations in investing in shares other than being the owner of a company with a certain proportion of ownership, the invested shares are expected to provide a certain rate of return. Stock return is the value obtained as a result of investment activities. Therefore, the purpose of this study is to determine the effect of profitability, liquidity, and activity on stock returns.

Return is the result obtained through investing activities. The theory used in this research is signal theory. The theory supports the independent variables that will be tested on the research hypothesis.

The object of this research is the coal sub-sector mining companies registered in Indonesia Stock Exchange in the period of 2014-2018, with a sample of 14 companies per year or 70 companies for 5 years. The sampling technique used is non-probability sampling technique, using purposive sampling method. Researchers used the SPSS 20 program to conduct descriptive statistical analyzes, pooling tests, classic assumption tests, and hypothesis testing for multiple regression analysis.

The results of the coefficient of determination test indicate that the stock return variable can be explained by 14,1% by the variable profitability, liquidity, activity. F test results show that the significance level of 0,018 which is smaller than α = 0.05 means that the regression model is significant and feasible to use to predict stock returns.

The conclusion of this study is that there is sufficient evidence of profitability that has a positive and significant effect on stock returns, but there is not enough evidence that liquidity and activity have a positive effect on stock returns.

Keywords: Stock Return, Profitability, Liquidity, Activities.