RELATION OF PROFITABILITY RATIO AND DEBT EQUITY RATIO TOWARDS STOCK PRICE IN MINING INDUSTRIES DURING COVID-19 PANDEMIC

By

Martin Sulaiman
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SWISS GERMAN UNIVERSITY
The Prominence Tower
Jalan Jalur Sutera Barat No. 15, Alam Sutera
Tangerang, Banten 15143 – Indonesia

Revision after Thesis Defense on

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STATEMENT BY THE AUTHOR

I hereby declare that this submission is my own work and to the best of my knowledge, it contains no material previously published or written by another person, nor material which to a substantial extent has been accepted for the award of any other degree or diploma at any educational institution, except where due acknowledgement is made in the thesis.

Martin Sulaiman
Student — July 28, 2023
Date

Approved by:

Munawaroh Zainal S.E., M.M.
Thesis Advisor — July 28, 2023
Date

Dr. Ir. Yosman Bustaman M.Buss
Dean — Date

ABSTRACT

RELATION OF PROFITABILITY AND DEBT EQUITY RATIO TOWARD STOCK PRICE IN MINING INDUSTRIES DURING COVID-19 PANDEMIC

By

Martin Sulaiman

Munawaroh Zainal, S.E., M.M. Advisor

SWISS GERMAN UNIVERSITY

This Research Examines the correlation between Return on Assets, Return on Equity, Debt Equity Ratio, and Price Earning on Stock Price. The researcher will use data from 38 mining companies listed in the BEI (IDX). By employing data Regression and Spearman Rank Order, we document a Positive relationship between ROA,ROE,DER, and PER to Stock Price. Additional tests demonstrate that this finding is robust to alternative liquidity measurement as well as size screens and show no evidence of a significant intertemporal relationship between liquidity and expected returns for four leading to Stock Price. Our conclusions add to the understanding of how stock market works.

Keywords: Return on Assets, Return on Equity, Debt Equity Ratio, Price Earning, Stock Price

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DEDICATION

I dedicate this work for God, my parents, family and my advisor Munawaroh Zainal, S.E., M.M.

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