

**FACTORS THAT INFLUENCE THE WIDTH OF BID ASK SPREAD: STUDY
IN KOMPAS 100 INDEX IN INDONESIA STOCK EXCHANGE**

By

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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.

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ABSTRACT

**FACTORS THAT INFLUENCE THE WIDTH OF BID ASK SPREAD : STUDY IN
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This research aims to prove the influence of earning per share, leverage, trading volume activities and stock return variance toward bid ask spread. The object researched is company that listed in Kompas 100 index in Indonesia Stock Exchange for period 2015-2016. In total, there were 54 company that fulfill the requirements set by the researcher based on purposive sampling method. Based on the findings of the panel data analysis using random effect model during the period 2015-2016, earning per share and trading volume activities exhibits statistically negative influence toward bid ask spread. Leverage and stock return variance exhibit has no influence toward bid ask spread.

Keywords : Bid Ask Spread, Earning Per Share, Leverage, Trading Volume Activities, Stock Return Variance



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DEDICATION

I dedicated this work for my beloved parents, brother, families and everyone that has helped through the process of making this thesis.



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LIST OF CONTENT

	Page
COVER	
STATEMENT BY THE AUTHOR.....	2
ABSTRACT.....	3
DEDICATION.....	5
ACKNOWLEDGEMENTS	6
LIST OF CONTENTS.....	7
LIST OF FIGURES	9
LIST OF TABLES	10
CHAPTER 1	11
1.1 Background	11
1.2 Research Problem.....	17
1.3 Research Question.....	17
1.4 Research Objective.....	17
1.5 Significance of Study	18
1.6 Limitations	18
1.7 Thesis Structure.....	19
CHAPTER 2	20
2.1 Theories	20
2.1.1 Capital Market	20
2.1.2 Efficient Market.....	22
2.1.3 Asymmetric Information	24
2.1.4 Signaling Theory	24
2.1.5 Stock.....	25
2.1.6 Liquidity	27
2.1.7 Bid Ask Spread.....	28
2.1.8 Earning per Share	30
2.1.9 Leverage	31
2.1.10 Trading Volume Activities	32
2.1.11 Stock Return Variance.....	34
2.1.12 Kompas 100 Index.....	35
2.2 Past Research.....	36

CHAPTER 3	38
3.1 Time and Place	38
3.2 Research Framework	38
3.3 Research Model	39
3.4 Research Variable	41
3.5 Type of Data	43
3.6 Population and Sample	44
3.7 Hypothesis	44
3.8 Data Analysis	45
3.8.1 Descriptive Statistics	45
3.8.2 Regression Analysis with Panel Data	46
3.8.3 Selection of Panel Data Regression Model	48
3.8.4 Coefficient of Determination Test	49
3.8.5 Simultaneous Significance Test (Test Statistics F)	50
3.8.6 Individual Parameter Significance Test (Test Statistics T)	50
CHAPTER 4	51
4.1 Research Object	51
4.2 Data Analysis	52
4.2.1 Descriptive Statistics	52
4.2.2 Regression Analysis with Panel Data	53
4.2.3 Selection of Panel Data Regression Model	57
4.2.4 Coefficient of Determination Test	61
4.2.5 Simultaneous Significance Test (Test Statistics F)	61
4.2.6 Individual Parameter Significance Test (Test Statistics T)	62
CHAPTER 5	66
5.1 Conclusion	66
5.2 Recommendation	67
REFERENCE	68
APPENDICES	73
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