THE EFFECT OF EARNINGS PER SHARE, PRICE TO BOOK VALUE AND CURRENT RATIO ON STOCK RETURNS

(A Study of LQ45 Companies Listed on the Indonesia Stock Exchange for the Period 2020–2024)

By:
Fayyadh Huwaina
223403309

Guide I **: Iwan Hermansyah, SE., M.Si, AK., CA., CFRM.**
Guide II **: Euis Rosidah, S.E., M.Ak.**

ABSTRACT

The objectives of this study are to determine the development of Earning Per Share (EPS), Price to Book Value (PBV), Current Ratio (CR) and Stock Return in LQ45 companies listed on the Indonesia Stock Exchange for the period 2020–2024 and to determine and analyze the effect of Earning Per Share (EPS), Price to Book Value (PBV), and Current Ratio (CR) simultaneously and partially on Stock Return in LQ45 companies listed on the Indonesia Stock Exchange for the period 2020–2024. Sampling in this study used purposive sampling and resulted in 23 companies as samples. Data analysis techniques used panel data regression analysis using Eviews 12 software. The results of the study show that: 1) Earning Per Share (EPS), Price to Book Value (PBV), and Current Ratio (CR) on Stock Return fluctuate annually during the research period. 2) Earning Per Share (EPS), Price to Book Value (PBV), and Current Ratio (CR) simultaneously have a significant effect on Stock Return. 3) Earnings Per Share (EPS) partially affects Stock Return but is not significant. 4) Price to Book Value (PBV) partially affects Stock Return and is significant. 5) Current Ratio (CR) partially does not affect Stock Return and is not significant. The coefficient of determination (R^2) value shows that the variables of Earnings Per Share (EPS), Price to Book Value (PBV), and Current Ratio (CR) are able to explain 43.78% of the variation in Stock Return, while the remaining 56.22% is explained by other factors outside this research model.

Keywords: *Earnings Per Share (EPS), Price to Book Value (PBV), Current Ratio (CR), Stock Return.*