

THE IMPACT OF CURRENT RATIO, LEVERAGE, PRICE EARNING RATIO, AND ASSET GROWTH ON THE COMPANY IDX QUALITY 30 PERIOD 2021-2023

ABSTRACT

The capital market in Indonesia is proliferating every year. The Indonesian Stock Exchange as the regulator of the capital market in Indonesia has created 44 stock indices, one of which is IDX Quality 30. Investors need to understand not only the *return* but also the risk in investing, Beta is a systematic risk that is a fundamental factor in risk management. This study aims to analyze the impact of rasio lancar, rasio utang, price-to-earnings ratio, and pertumbuhan aset on the stock beta of the IDX Quality 30 for the period of 2021-2023.

This research employs a descriptive quantitative approach, the study utilizes secondary data obtained from the Indonesia Stock Exchange (IDX) website and financial data of companies included in the IDX Quality 30 index for the specified period. Purposive sampling, a non-probability sampling technique, is utilized to select 13 companies as the research sample. Data analysis methods encompass descriptive statistics, classical assumption tests (normality test, multicollinearity test, heteroscedasticity test, autocorrelation test), multiple linear regression analysis, t-test (partial test), f-test (simultaneous test), and coefficient of determination (R^2).

The results of this study show that partially variable current ratio (CR), leverage (DER), and asset growth don't have an impact on the stock beta. In contrast, variable price-to-earning ratios (PER) have an impact and a negative relationship on the share beta. The results show that the variable's current ratio, leverage, price-earning ratios, and asset growth impact the IDX Quality Index 30 company stock beta for 2021-2023.

Keywords : Asset Growth, Beta Stock, Current Ratio, Leverage, Price Earning Ratio.

(xiv + 67 + Appendix)

Bibliography (2004 - 2023)