Influence of Earning Per Share (EPS) and Return On Assets (ROA) to Stock Price

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ABSTRACT

The capital market is a means to address their liquidity and as a means of investment for those who have surplus funds. In the stock market a lot of information can be obtained by investors (investors), the absence of information about stock prices can change at any time and every investor should be able to analyze the factors that could affect stock price changes. The purpose of this study was to determine the effect of Earnings Per Shares (EPS) and Return on Assets (ROA) on stock prices.

The population in this study is a company incorporated in the telecommunications industry sectors listed on the Indonesia Stock Exchange 2006-2010 period. While the samples are used as objects of study as many as five companies. This study uses secondary data obtained from the Indonesia Stock Exchange for the company's internal data such as EPS, ROA, and stock price period 2006-2010.

Based on this study, the results of the study the influence of earnings per share (EPS) and return on assets (ROA) on stock prices simultaneously have a significant effect is very strong. In the test results obtained partial earnings per share (EPS) significantly affected the stock price, and return of assets (ROA) does not significantly influence stock prices. Can be concluded that the earning per share (EPS)that influence stock prises partially.

Keywords: Earning Per Share (EPS), Return On Asset (ROA), Stock Price