

ABSTRACT

This research aims to analyze the influence of US exchange rate, interest rate of Bank Indonesia Certificate (SBI), and Gross Domestic Product (PDB) toward the stock exchange composite index (IHSG) in Indonesia. The data used as samples for this research were data of the stock exchange composite index, the Exchange Rate RP./USD, the Interest Rate of Bank Indonesia Certificate (SBI), the limited Gross Domestic Product (PDB) in each month-end closing during 2011-2014 period. This research used secondary data from annual report in public manual Bank Indonesia, Indonesia Financial Statistic (IFS), data of stock exchange composite index (IHSG), the exchange rate of Rupiah toward US Dollar counted based on purchase as stated by Bank Indonesia, Gross Domestic Product from Agency of Financial Statistics. The analytical instrument used in this research was Partial Adjustment Model (PAM). PAM was a partial adjustment model with a way to count Long Term coefficient PAM from a Short Term model gotten from a Short Term model gotten from PAM Modelling.

Based on the analysis, it resulted that the exchange rate of Rp./USD gave negative and significant influence toward the stock exchange composite index (IHSG). While the gross domestic product and interest rate of SBI gave positive and significant influence toward the stock exchange composite index (IHSG).

Key Words : *Exchange Rate of RP./USD, Interest Rate of SBI, Gross*

Domestic Product, and the Stock Exchange Composite Index (IHSG).