THE ANALYSIS OF INTER-INFLUENCE AMONG GLOBAL ISLAMIC INDEX, REGIONAL ISLAMIC INDEX, MACROECONOMICS VARIABLES AND INDONESIA ISLAMIC INDEX

(Case Study of Jakarta Islamic Index (JII), Period 2010 – 2014)

ANALISIS HUBUNGAN SALING MEMPENGARUHI ANTARA INDEKS ISLAMI GLOBAL, INDEKS ISLAMI REGIONAL, VARIABEL MAKROEKONOMI DAN INDEKS ISLAMI INDONESIA

(Studi Kasus dari Jakarta Islamic Indeks (JII), Periode 2010-2014)

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UNIVERSITY OF MUHAMMADIYAH YOGYAKARTA

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UNDERGRADUATE THESIS

In partial fulfillment for the requirement for the degree of Bachelor of Economics (Sarjana Ekonomi) at International Program for Islamic Economics and Finance (IPIEF), Economics Department

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DECLARATION

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I hereby declare that this undergraduate thesis entitled **"The Analysis of Inter-influence among Global Islamic Index, Regional Islamic Index, Macroeconomics Variables and Indonesia Islamic Index (Case Study of Jakarta Islamic Index (JII), Period 2010 – 2014)"** does not consist of any content that ever being proposed for any degree in other university, ideas of any research and publication of others, in exception all quotes and ideas which are purposedly taken are considered as the research references and listed in the reference list. Therefore, if any violation of intellectual right is found in this study, I agree to accept any relevant academic consequences.

Yogyakarta, January, 26th 2015

Susilo Nur Aji Cokro Darsono

MOTTO

Jangan cari kemuliaan di kampung kelahiranmu
Sungguh kemuliaan itu ada dalam perantauan di usia muda
Singsingkan lengan baju dan bersungguh sungguhlah menggapai impian
Karena kemuliaan tak akan bisa diraih dengan kemalasan
Jangan bersilat kata dengan orang yang tak mengerti apa yang kau katakan
Karena debat kusir adalah pangkal keburukan
Orang berilmu dan beradab tidak akan diam di kampung halaman
Tinggalkan negerimu dan merantaulah ke negeri orang
Merantaulah, kau akan dapatkan pengganti dari kerabat dan kawan
Berlelah-lelahlah, manisnya hidup terasa setelah lelah berjuang
(Syair Imam Syafi'i)

- ***MAN JADDA WAJADA***

  Siapa yang bersungguh-sungguh akan sukses

- ***KNOWING IS NOT ENOUGH, WE MUST APPLY. WILLING IS NOT ENOUGH, WE MUST DO. (Bruce Lee)***

- ***TO DREAM TO BELIEVE TO TRY***

- ***DON'T QUIT TILL YOU GOT NOTHING LEFT***

- ***I LOVE LIVING LIFE, I AM HAPPY***

This undergraduate thesis is my dedication to Islamic Economics and Finance development and my beloved family.

ABSTRACT

The purpose of this study is to examine the relationship among Global Islamic Index, Regional Islamic Index, Macroeconomics Variables and Indonesia Islamic Index. The global islamic index is Dow Jones Islamic Market Index. The Regional Islamic Index is FTSE Bursa Malaysia Hijrah Shariah Index. The macroeconomics variables such as exchange rate, consumer price index, money supply and Bank Indonesia interest rate. The Indonesia Islamic Index is Jakarta Islamic Index. The methodology used in this study is Cointegration test to find the long-run relationship among these variables, furthemore Vector Error Correction Model (VECM) were used to find any short-run relationship among these variables. The period of this study is January 2010 to December 2014. The result showed that there is cointegration (long-run relationship) among JII, DJIM, FHSI, M2 and BIR. The VECM estimation result show that in the short term, JII influenced by DJIM and M2 positive significantly. Meanwhile, FHSI, EXRATE, CPI and BIR negatively significant influence JII.

Keywords: *Islamic Stock Market, Jakarta Islamic Index (JII) Dow Jones Islamic Market Index (DJIM), Cointegration, VECM.*

INTISARI

Tujuan dari penelitian ini adalah untuk menguji hubungan antara Indeks Islami Global, Indeks Islami Regional, Variabel Makroekonomi dan Indeks Islami Indonesia. Indeks Islami Global adalah Indeks *Dow Jones Islamic Market*. Indeks Islami Regional adalah Indeks *FTSE Bursa Malaysia Hijrah Shariah*. Variabel-variabel makroekonomi adalah nilai tukar, indeks harga konsumen (IHK), jumlah uang beredar (JUB) dan suku bunga Bank Indonesia. Indeks Islami Indonesia adalah *Jakarta Islamic Index (JII)*. Metodologi yang digunakan di penelitian ini adalah uji kointegrasi untuk mengetahui hubungan jangka panjang diantara variabel-variabel tersebut, lebih lanjut uji *Vector Error Correction Model (VECM)* digunakan untuk mengetahui hubungan jangka pendek antara variabel-variabel tersebut. Periode yang digunakan dalam penelitian ini adalah dari Januari 2010 sampai Desember 2014. Hasil dari penelitian ini menunjukkann bahwa ada kointegrasi (hubungan jangka panjang) diantara JII, DJIM, FHSI, M2 dan BIR. Hasil dari VECM tersebut menunjukkan bahwa dalam jangka pendek, JII dipengaruhi oleh DJIM dan M2 secara positif signifikan. Sedangkan, FHSI, EXRATE, CPI dan BIR mempengaruhi JII secara negatif signifikan.

Keywords: *Psar Modal Islamic, Jakarta Islamic Index (JII) Dow Jones Islamic Market Index (DJIM), Cointegration, VECM.*

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Hopefully, this research will give benefit to society escpecially for investors of Islamic Capital Market to increase their profit and good portfolio management. (Amin Ya Rabbal Alamin).

Yogyakarta, January, 26th 2015

Susilo Nur Aji Cokro Darsono

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