

ABSTRACT

The purpose of this study was to determine the effect of the inflation, interest rate IBC, and exchange rate on Jakarta Composite Indeks. The research was conducted on the Indonesia Stock Exchange (ISE) by using sample of 120 consisted of the entire variable monthly data during 2006 to 2015 and the data were analyzed with multiple linear regression analysis techniques. Based on the analysis found inflation, exchange rates, and interest rates IBC simultaneously affect the Jakarta Composite Indeks. The Inflation partially significant positive effect on the Jakarta Composite Indeks, this means an increase in inflation result cant decrease value of Jakarta Composite Indeks. The Exchange rates partially significant positive effect on Jakarta Composite Indeks. This means that the decrease occurred in exchange rates can increase the value of Jakarta Composite Indeks. The Interst rates IBC partially significant negative effect on Jakarta Composite Indeks. This means that the increase occurred in interst rates IBC can decrease the value of Jakarta Composite Indeks.

Key Word: Inflation, exchange rates, interest rates IBC, Jakarta Composite Indeks (JCI).