

ABSTRACT

Research on the capital markets which has been done in Indonesia and in many aspects, but the stock market is still limited research in Indonesia. Previous research also has many differences. This study aims to find empirical evidence about the effect of capital market consisting of: Return on Assets (ROA), current ratio (CR), Debt to Equity Ratio (DER), Net Profit Margin (NPM), and inflation on stock returns. The stock market is an effective means to accelerate the growth of the company. This is possible because the stock market is the most important financial instrument in an economy, which serves to mobilize funds from the public to the productive sector (companies). Research data was collected using purposive sampling method. Data obtained amounted to 54 observations. Study using multiple linear regression to analyze data. results showed that CR, DER, NPM, and inflation has no effect on stock returns ROA effect on stock returns.

Keywords: *Return on Assets (ROA), current ratio (CR), Debt to Equity Ratio (DER), Net Profit Margin (NPM), inflation and stock return.*