

TABLE OF CONTENT

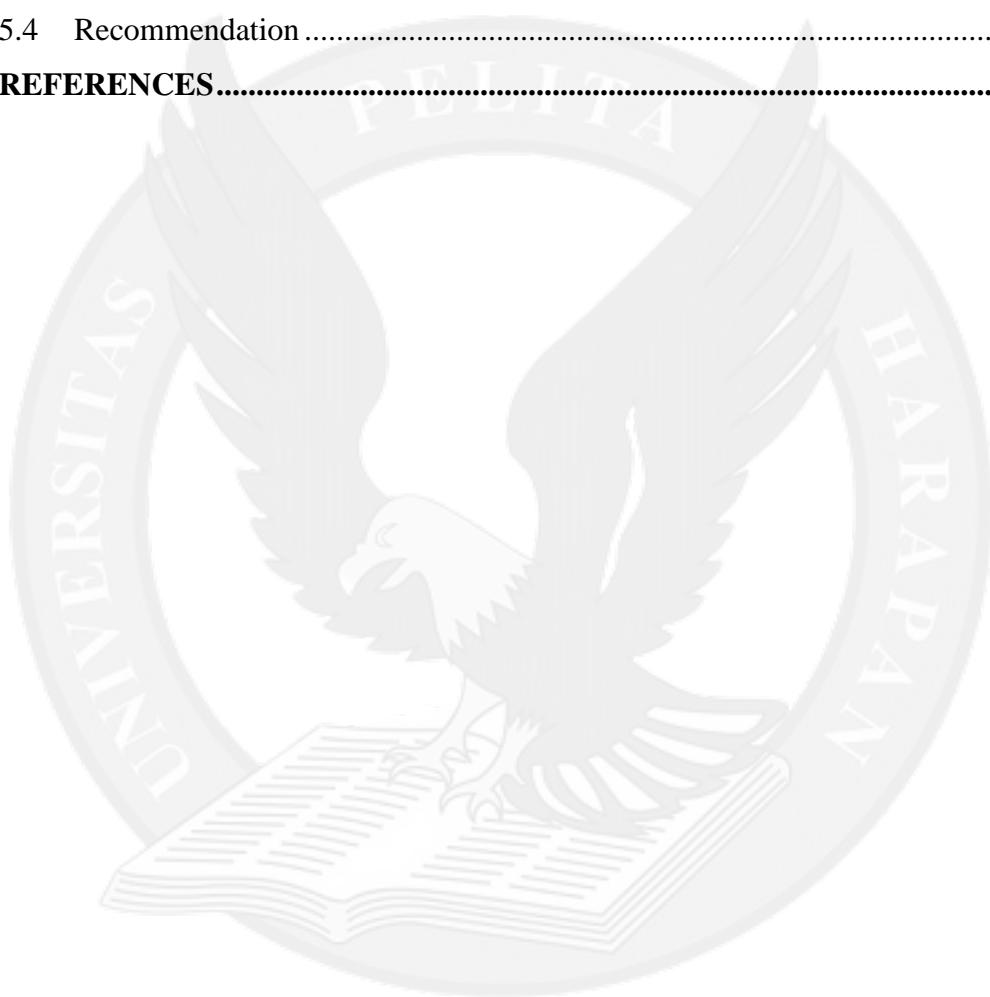
COVER PAGE

TITLE PAGE

DECLARATION OF AUTHENTICITY OF FINAL PAPER AND UPLOAD AGREEMENT	ii
APPROVAL PAGE BY FINAL PAPER ADVISOR.....	iii
APPROVAL PAGE BY FINAL PAPER DEFENSE COMMITTEE	iv
ABSTRACT	v
ABSTRAK	vi
PREFACE.....	vii
TABLE OF CONTENT.....	ix
LIST OF FIGURES	xii
LIST OF TABLES	xiii
LIST OF APPENDICES	xiv
CHAPTER I INTRODUCTION.....	1
1.1 Background of the Study	1
1.2 Problem Formulation	7
1.3 Objectives of the Research	7
1.4 Benefits of the Research	7
1.4.1 Theoretical Benefits.....	7
1.4.2 Practical Benefits	8
1.5 Problem Limitation.....	8
CHAPTER II LITERATURE REVIEW AND HYPOTHESIS DEVELOPMENT	9
2.1 Theoretical Background	9
2.1.1 Signaling Theory.....	9
2.1.2 Profitability	10
2.1.3 Liquidity.....	11
2.1.4 Firm size.....	12

2.1.5	Leverage.....	13
2.1.6	Sales Growth.....	14
2.1.7	Stock Price	15
2.2	Previous Research.....	16
2.3	Hypothesis Development.....	21
2.3.1	The Effect of Profitability towards Price of Stock	21
2.4	Research Model	22
2.5	Framework of Thinking.....	22
CHAPTER III RESEARCH METHODOLOGY	23	
3.1	Population and Sample	23
3.1.1	Population	23
3.1.2	Sample	23
3.2	Data Collection Method.....	24
3.3	Multiple Linear Regression Test	24
3.4	Operational Definition and Variable Measurement.....	25
3.4.1	Dependent Variable (Y)	25
3.4.2	Independent Variable (X).....	25
3.5	Data Analysis Method	28
3.5.1	Descriptive Statistical Analysis.....	28
3.5.2	Correlation Test	29
3.5.3	Classical Assumption Test	30
3.5.4	Hypothesis Test.....	32
3.5.5	Model Specification Testing	32
CHAPTER IV RESEARCH RESULT AND DISCUSSION	34	
4.1	General View of Manufacturing Companies Data	34
4.2	Research Result	35
4.2.1	Result of Descriptive Statistical Test.....	35
4.2.2	Result of Correlation Analysis.....	37
4.2.3	Result of Classical Assumption Test	40
4.2.4	Result of Model Specification Test	44
4.3	Discussion.....	47

4.3.1	Conclusion of Statistic Operation	47
4.3.2	The impact of Profitability (X1) towards Stock Price (Y1).....	49
CHAPTER V CONCLUSION AND RECOMMENDATION	51	
5.1	Conclusion	51
5.2	Research Implication	51
5.3	Research Limitation.....	52
5.4	Recommendation	52
REFERENCES.....	53	



LIST OF FIGURES

Figure 2.1 Research Model	22
Figure 2.2 Framework of Thinking	22
Figure 4.1 Probability Plot	41



LIST OF TABLES

Table 1.1 Profitability and Price of Stock Table Acquired for Company Sample..	3
Table 2.1 Previous Research Summary	16
Table 3.1 Sample Selection Table.....	24
Table 4.1 Sample Selection Table.....	34
Table 4.2 Companies Sample of Manufacturing Sector	34
Table 4.3 Descriptive Statistics Table.....	36
Table 4.4 Independent – Dependent Correlation Result	37
Table 4.5 Independent – Independent Correlation Result.....	38
Table 4.6 Result of Kolmogorov-Smirnov Test (Before Transformation)	40
Table 4.7 Result of Kolmogorov-Smirnov Test (After Transformation).....	41
Table 4.8 Result of Multicollinearity Test	42
Table 4.9 Result of Heteroscedasticity Test (Before Transformation)	43
Table 4.10 Result of Heteroscedasticity Test (After Transformation).....	43
Table 4.11 Result of Autocorrelation Test.....	44
Table 4.12 Coefficient of Determination	45
Table 4.13 Regression Model	45
Table 4.14 Simultaneous Hypothesis Test (F-Test).....	46
Table 4.15 Hypothesis Test (T-Test)	47
Table 4.16 Statistic Operation Conclusion	47

LIST OF APPENDICES

APPENDIX A: LIST OF SAMPLE AND POPULATION A-1

