ABSTRACT

Muhammad Sadid, 2014, Thesis, Title: “Analysis of the Effect of Return On Asset (ROA), Financial Leverage, Return On Equity (ROE), Company Age, and Earning per Share (EPS) To Share Underpricing On company in order to Initial Public Offering in Financial Sector Indonesia Period 2008-2012 (Study On company in order to Initial Public Offering in Financial Sector Indonesia)”

Pembimbing : Fitriyah, S.Sos., MM.
Kata Kunci : Return On Asset (ROA), Financial Leverage, Return On Equity (ROE), Company Age, Earning per Share (EPS), and Share Underpricing

Underpricing is a condition in which the stock price at the time of the IPO are relatively cheap compared to the price of the secondary market underpricing In the event, the proceeds of the company going public is not the maximum that could lead to the transfer of wealth from the owner to the investors.

This study population is a company doing an IPO in the period of 2008 to 2012. Sampling conducted with a purposive sampling method that produces as many as 60 companies in the sample studied. Test equipment used is the multiple linear regression analysis with F-test and T-test analyzes were previously performed classical assumption test.

From the results of the regression analysis that produced jointly (simultaneously) the independent variable (Return On Assets, Financial Leverage, Return on Equity, Corporate Age, and Earnings per Share) significantly influence Underpricing stock. This is evidenced by the F count > F (3.060 > 2.390). However, individual trials (partial) variables significant negative effect on stock Underpricing is variable Return on Assets and Financial Leverage. This is due t count > t table (-2.451 > 2.005) with a significance level of 0.017 and t count > t table (-3.247 > 2.005) with a significance level of 0.002. While variable Return On Equity, Corporate Age, and Earnings per Share has no effect on the stock because of Underpricing of t < t table and a significant level > 0.05.