ABSTRACT

COMPARISON OF STOCK LIQUIDITY AND STOCK RETURN BEFORE
AND AFTER STOCK SPLIT ON MINING SECTORS CORPORATIONS
WHICH LISTED IN IDX 2008

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Information is a factor which gives the essential meaning for the receiver, especially in case of making decision. One of the information which is used is stock split. Stock split or stock breakdown which is convince as a corporate action for distributing additional stock in the front of split to investors. In theory stock split doesn't influence towards either the return or the liquidity of the corporation stock which do stock split but some results of the research obtain the controvertial paradigm about stock split can influence stock return, liquidity level, and the sign which given to the market. The problem which is proposed in this research " Are the average of TVA, the average of transaction frequency, the average of stock return subsequent to stock split different from pre-stock split".

The hypothesizes which are proposed by the researcher the average TVA, the average of transaction frequency, the average of stock return subsequent to stock split different from pre-stock split. This experiment examines three emitens which do stock split in 2008. The observation period in this research is thirty days before

and thirty days after stock split. The analysis tools which are used by examining wilcoxon test for data which distribute abnormally and paired sample T test for data which distribute normaly.

The analysis result wilcoxon test for the average of TVA before and after stock split gained value of exact sig $0,069 > \alpha = 0,05$, so that Ho1 is accepted it means that the average of TVA after stock split is not different from average of TVA before stock split. The difference result of the average of the transaction frequency is obtained paired sample t test calculating with two directions gained T-test 34,163 meanwhile table value 2,45 so that it can be formulated T-test more that the value of table value or by seeing the probability $0,0000 (< 0,005)$ so Ha2 is accepted, the average of stock frequency after stock split is different from the stock frequency before stock split. The difference result of stock return average which uses paired sample t test calculation with two direction gained T-test 0,412 meanwhile table value 2,045 so it can be formulated T-test moreless that the value of table value or by seeing the probability $0,683 (>0,005)$ so Ho3 is accepted, the stock return average after stock split is not different from the stock return average before stock split.