

## **ABSTRACT**

*One of the financial investment alternatives is a stock ownership at the capital market. There are many factors that influence stock price determination, such as interest rate, Rupiah or US dollar rates, gold price and inflation. The aim of this research is to calculate how big is the influence of inflation, Rupiah exchange rate, and Bank Indonesia's interest rate towards the movement of LQ 45 stock price index.*

*Two methods are used for this research; classical assumption testing and hypotheses testing. Classical assumption testing consists of normality test, multi-colinearity test, heterokedastisitas test and autocorrelation test. Hypotheses testing include correlation test and determination coefficient, t-test and F-test.*

*The result of research shows that classical assumption testing (at normal distribution) has been fulfilled, there is no relation between independent variables, heterokedastisitas is not found and there is no error at the current period and the previous period.*

*This research tests three variables - Inflation, Exchange rate and Bank Indonesia's Certificate (SBI) - as variables that influence LQ 45 stock price index. From those three independent variables which are simultaneously tested, they have significant impact on LQ 45 stock price index.*

*However, SBI variable has a dominant effect on LQ stock price index*

*Keywords: Inflation, exchange rate of Rupiah against US Dollar, and Bank Indonesia's interest rate*