

V. CONCLUSION AND IMPLICATION

A. Conclusion

Based on the results of research and discussion about the influence of inflation, exchange rate, BI rate and industrial production index to movements in the Jakarta Composite Index period 2010 - 2014, it can be concluded as follows:

1. Inflation has no significant effect on the movement of Jakarta Composite Index 2010-2014 period.
2. Exchange rate has no significant effect on the movement of Jakarta Composite Index 2010-2014 period.
3. BI rate has negative and significant effect on the movement of Jakarta Composite Index 2010 -2014 period.
4. Industrial production index has positive and significant effect on the movement Jakarta Composite Index 2010-2014 period.

B. Implication

Based on the conclusion of the research, the implications that can be presented in this research are as follows:

1. For investors who would conduct stock investment should pay attention to the information related to BI rate and industrial production index because this research result shows there is a significant effect on Jakarta Composite Index.

2. For government, based on the conclusion that the industrial production index significant positive effect on the Jakarta Composite Index movement. The Government should continue to encourage the manufacturing sector as the main engine for economic growth. Growing development of the manufacturing sector are more advanced will make many companies to go public, after that companies will receive additional funds from investors and will eventually contribute to the improvement of national economic activity. For developing countries such as Indonesia, the strength of the economy can no longer rely on natural and human resources are plentiful and cheap, but it must be done in the way of innovation and increased production to strengthen industrialization and improve the nation's competitiveness.