

ABSTRACT

Capital market is a meeting place for long term supply and demand of transferable fund. The successes of the capital market depend so much on the supply and demand of the fund. In general, demand and supply for any commodities are influenced by several factors. That condition also happen in the capital market which are influenced by supply and demand of securities, political and economic condition, law enforcement, government regulations, role of supporting institutions in capital market and etc

In this research, securities transaction volume are considered as the representative of demand side of the capital market. Act as the independent variables are US \$ exchange rate, Singapore Stock Index, SBI (Indonesian interest rate) and the stock opening price. To obtain the effect of the independent variables simultaneously, multiple regression analysis is used. The analysis results show that every independent variable has typical characteristic according their influence to the dependent variable. The significance and the direction of their role are different from one company to others. Using multiple regression analysis it is found that simultaneously all of the independent variable have significant effect on the securities transaction volume but it is not happen partially. The most significant independent variable using multiple regression analysis is Singapore Stock Index and US \$ exchange rate in the second place.