ABSTRACT

Abdul Fattah Guliling, NIM ; 2001-01-065 (E). **Selecting Securities and Analyze to perform Optimal Portfolio in relating to Trading at Jakarta Stocks Exchange (JEX),** under tuition of Dihin Syptyanto, SE., ME.

The main purposes of this research is (1) Analyzing the sectored securities to perform optimal portfolio. (2) To analyze whether the selective securities of the optimal portfolio correlate to the value trading at JSX in the same period, this correlation indicates that investors in JSX in selecting the securities considering efficient securities.

The method used in this research is the descriptive-correlation to analyze the sectored securities, which is selected as a candidate to perform optimal portfolio. Selecting the candidate's securities to perform optimal portfolio, researcher applying the simple criteria for optimal portfolio selecting (SCFOPS). The only higher Excess Return to Beta or equal that able selected as securities for the optimal portfolio. Also, there is a validity testing how far of the correlation between selected securities to perform optimal portfolio and the value trading at JSX is " the Rank Spearman Correlation".

The result of analysis indicate that 92,57% of the sectored securities as a candidate to perform optimal portfolio, properly to be selected as optimal portfolio. Furthermore, the selected securities to perform optimal portfolio has weak correlation (0.2838) to the value trading in JSX. The weak correlation between the selected securities and the value trading indicate that the investors at JSX generally not yet consider the efficient securities (mean that securities with the higher return and the low risk) in performing optimal portfolio or selecting securities.

Hopefully, by implementing the recommendations, in last chapter, investor-selecting securities to perform optimal portfolio in Jakarta Stock Exchange (JSX), have to consider simple criteria for optimal portfolio selection (SCFOPS) with the Single Index Model (SIM) method in order to find out the securities that has ERB same or higher than the Cut Off Rate. The investors who always consider the efficient securities in performing optimal portfolio can be categories as a risk-aversion.