

**THE INFLUENCE OF INVESTMENT GROWTH ON THE RELATION
BETWEEN EQUITY VALUE AND EARNINGS
(Empirical study of the All listed Companies on Indonesia Stock Exchange
during the Period 2008-2011)**

**Presented as Partial Fulfillment of the Requirements for the Degree of
Sarjana Ekonomi (S1) in Accounting Program Faculty of Economics
University of Atma Jaya Yogyakarta**

THESIS



Compiled by:

Regina Nathania

Student ID Number: 09 15 17607

**FACULTY OF ECONOMICS
UNIVERSITAS ATMA JAYA YOGYAKARTA
YOGYAKARTA,
JULY 2013**

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Faculty of Economics

Universitas Atma Jaya Yogyakarta

I hereby recommend that the thesis prepared under my supervision by

Regina Nathania

Student ID Number: 09 15 17607

Thesis Entitled

**THE INFLUENCE OF INVESTMENT GROWTH ON THE RELATION
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**(Empirical study of the All listed Companies on Indonesia Stock Exchange
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**Be accepted in partial fulfillment of the requirements for the Degree of Sarjana
Ekonomi (S1) in International Finance and Accounting Program**

Faculty of Economics, Universitas Atma Jaya Yogyakarta

Advisor,



Dr. I Putu Sugiarta S., SE., M.Si, Ak.

Yogyakarta, June 12, 2012


This is to certify that the thesis entitled
**THE INFLUENCE OF INVESTMENT GROWTH ON THE RELATION
BETWEEN EQUITY VALUE AND EARNINGS**
(Empirical study of the All listed Companies on Indonesia Stock Exchange
during the Period 2008-2011)

Presented by
Regina Nathania
Student ID Number: 09 15 17607

Has been defended and accepted on July 9, 2013 towards fulfillment of the
requirements for the Degree of Sarjana Ekonomi (S1)
In International Financial Accounting Program
Faculty of Economics, Universitas Atma Jaya Yogyakarta


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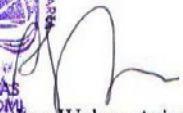
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AUTHENTICITY ACKNOWLEDGEMENT

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title:

**The Influence of Investment Growth on The Relation
between Equity Value and Earnings
(Empirical study of the All listed Companies on Indonesia Stock Exchange
during the Period 2008-2011)**

Is really my own thinking and writing, I fully knowledge that my writings does
not contain others' or part(s) of others' writing, except fot those that have been
cited and mentioned in the bibliography.

Yogyakarta, June , 2013



Regina Nathania

MOTTO

“Do what you love and love what you do. Don’t listen to anyone else who tells you not to do it. You do what you want, what you love. Imagination should be the center of your life”

--- Ray Bradbury

“It’s possible to go on, no matter how impossible it seems.”

--- Nicholas Sparks

“It’s choice – not chance – that determines your destiny.”

--- Jean Nidzich

ACKNOWLEDGEMENT

Praise the God for the strength and belssing that He gave to me. It would be impossible and hard to accomplish my thesis and my study in Universitas Atma Jaya Yogyakarta without His blessing. I am also grateful for the people around me that He gave, who have given their time, support, advice, knowledge and encouragement. Therefor in this opportunity I would like to express my deepest appreciation to those people who supportedd me during the time I need to accomplish my thesis. I would like to say thank you to:

1. My lovely family. My parent who always give their love, concern, care, advice, motivation, and unlimited support in my life, I love you both. This thesis dedicated to both of you, who give me the geatest love i ever had and also for my sister, uncles, aunties, and cousins.
2. My advisor, Mr. I Putu Sugiarta Sanjaya, Dr., SE., M. Si for the lecture and guidance in this thesis. Thank you for your willingness to spare time to guide me to finish this thesis. Your patience, suggestion, understanding, and cooperation in guiding me through the process in compiling my thesis means everything for this thesis and I. All my lectures in International and regular class, especially Mr. Parnawa, Mrs. Dewi, Mrs. Pratiwi, Mr. Puru, Mrs. Wiwik, Mrs Endang, Mr. Totok, Mrs. Rustiana, Mr. Andre and Mr. Eko Widodo. They teach me from the very firsy semester until now so I can finish my study in Universitas Atma Jaya Yogyakarta.
3. Mr. Adit who alwayss helps, guides and waits patiently in international office.

4. My boarding house friends in Jogja Cik Ceciel, Cik Chacha, Cik Cati, Cik Rory, Cik Ai, Cik El, Livi, Ika, Ellen, Priska, Fanny, and Vincent, who always support me when in my desperate state in doing my thesis and always accompany me when i did my thesis.
5. My dance team in Kpop and Hiphop, Aikei, Seken Proyek, Hakuna Matata, who always support me and pray for me in completing this thesis. Also for NDC, PigBank, ANC, Lilbang thanks for give me amusement in stressful stage in doing my thesis.
6. My best friend in Kpop Community, Retta, Naradipta, Cik Meme, Cik Vania, Ivan, Upit, Cik Chacha, Cik Ceciel, Mba Ruri, Andrew (Pak Agus), who always listen to my complain about the process of this thesis but you guys always give me advice, support, and comfort until the end. Special thank for Cik Meme who support me from Singapore now.
7. My best friend in International program, Winda, Rizky, Vonny, Arum, Nora, William, Jati, Mega IFAP 2007, IFAP 2008, IFAP 2010, IBMP 2008, IBMP 2009, IBMP 2010 batch, also special thank for Ko gery, Benny and other international student that i can't mention one by one who have support and alwayd give attention to my progression on my thesis.
8. For all people that i could not mention one by one. Thank you for your sipport and care. No word can express my happiness to have all of you as part of my life.

I realize that this thesis is still far from perfect because of the limitation on my knowledge, ability, and experience. Therefore, I would be glad to accept your advice and critics to this thesis.

With love,

Regina Nathania



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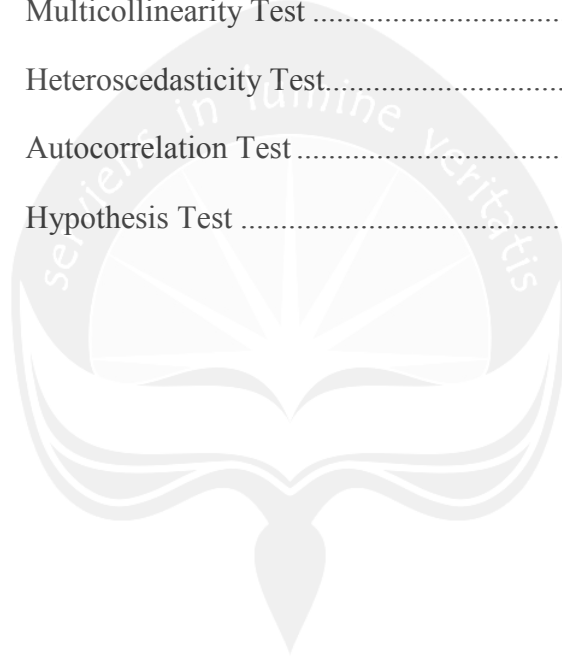
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ABSTRACT

This study aims to test the influence of investment growth in relation between equity value and earnings. Investment Growth is measured by ratio capital expenditure to book value of asset, this model is develop by Kallapur and Trombley (1999). Samples in this study all listed companies in Indonesia Stock Exchange from 2008 until 2011 which meets the sample criteria.

This study use regression analysis to test the hypothesis. The result of this research shows that hypothesis is accepted and. This finding means investment growth influence the relation between equity value and earnings. The result of regression analysis shows that investment growth positively affects the relation of equity value and earnings.

Key words: Investment growth, Equity value, Earnings