

ABSTRACT

This study was conducted with the aim of analysing the effect of normalization implementation of the Indonesia Stock Exchange (IDX) pandemic relaxation policy on Abnormal Return (AR) and Trading Volume Activity (TVA) on stocks listed in the LQ45 Index. Which analyses the difference in average AR and TVA after and before policy implementation.

The population in this study were all constituents of the LQ45 Index during the event period, totalling 47 issuers. The events studied were the normalization of stock exchange hours on April 3, 2023, the normalization of the gradual auto rejection limit on June 5, 2023, and the normalization of the auto rejection limit to be symmetrical on September 4, 2023.

The data analysis method in this study uses the Wilcoxon signed rank test, because after the normality test using Shapiro wilk, the data is not normally distributed. The results of this study indicate that there are significant differences in AR and TVA before and after the event of normalizing the gradual auto rejection limit on June 5, 2023, while in the other two events there is no significant difference in AR and TVA.

Keywords: Abnormal Return, Trading Volume Activity, Exchange Hours Change, Auto Rejection Limit Change, Indonesia Stock Exchange, LQ45 Index

