

ABSTRACT

This research is aimed to obtain empirical evidence about the differentiation in financial performance and stock performance between before and after the buyback. Financial performance will be evaluated using the ratio of earning per share, return on equity, price earning ratio and net operating profit after tax, while shares performance will be used to look at the stock price movement. In this research, using 5 sample of different companies who have done a buyback and listened on the Indonesia Stock Exchange (IDX), samples were tested using match paired in order to know the difference between the company's performance before and after buyback is done. The results showed that there is no difference of financial and share performance between before and after the buyback companies do. In addition, this research also obtained that buyback doesn't affect the financial and stock performance in companies that did a buyback.

Keywords: stock performance, financial performance, stock repurchase, buyback