

ABSTRACT

Fundamental analysis and technical analysis was used to predict the stock price movement. Both type of analysis usually used without interacting each other. This research is intended to test the complementary nature of fundamental and technical analysis whether it will increase the explanatory power to explain the stock price movement in Indonesia LQ45 market. Testing confirms the superior explanatory power of the valuation model consists of both factors together in a model. However, in Indonesia stock exchange, Technical factors is more dominant, given higher adjusted R^2 value than the fundamental factors. The result of this research should enrich the knowledge of stock traders in gaining more profit.

Key Words : Technical Analysis, Fundamental Analysis , Momentum, Book Value, Earnings per Share