

TABLE OF CONTENT

	Page
Title	
Approval	
Declaration	i
Foreword	ii
Contents	iv
List of tables	vi
Abstract	vii
CHAPTER I	
INTRODUCTION	1
1.1. Background	1
1.2. Problem Restriction	6
1.3. Problem Formulation	7
1.4. Research Benefits	7
1.5. Research Objectives	8
1.6. Hypothesis	8
1.7. Research Systematic Report	9
CHAPTER II	
LITERATURE REVIEW AND THEORETICAL BACKGROUND	10
2.1. Literature Review	10
2.2. Theoretical Background	13
2.2.1. The Nature of Investment	13
2.2.2. Investment Alternative	16
2.2.3. Capital Market	16
2.2.3.1. Bonds	16
2.2.3.2. Equity securities	17
2.2.4. Money Market Securities	18
2.2.5. Capital Market and Portfolio Theory	20

	Page
2.2.6. Portfolio Return and Risk	21
2.2.7. Risk-Adjusted Measures of Performance	23
2.2.8. Mutual Fund	24
2.2.8.1. The Indonesian mutual fund industry	25
2.2.8.2 Evaluating the performance of mutual funds	30
CHAPTER III RESEARCH METHODOLOGY	32
3.1. Research Material	32
3.2. Tools of Research	32
3.3. Data	32
3.4. Source of Data	33
3.5. Hypothesis Testing Procedure	34
CHAPTER IV DATA AND ANALYSIS	38
4.1. Data	38
4.2. Analysis	39
CHAPTER V CONCLUSION AND RECOMMENDATION	50
5.1. Conclusion	50
5.2. Recommendation	52
Bibliography	53
Appendices	55

LIST OF TABLES

		Page
TABLE 4.1.	The list of 21 equity funds and investment managers	39
TABLE 4.2.	Portfolio performance ranked by Sharpe's index	43
TABLE 4.3.	A comparasion between Funds portfolios performance and market index	45
TABLE 4.4.	The result of test signficance between two mean difference	47