

**COMPARATIVE STUDY: ISLAMIC INDEX PERFORMANCE
BETWEEN INDONESIA AND MALAYSIA IN ALL BUSINESS
CYCLES FOR THE PERIOD 2008 - 2012**

SKRIPSI

As a partial fulfillment of the requirements for the Undergraduate Degree (S1) of
Management in Bakrie University



Written by:

Desi Purnamasari

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**MANAGEMENT STUDY PROGRAM
FACULTY OF ECONOMICS AND SOCIAL SCIENCES
BAKRIE UNIVERSITY
MAY 2014**

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STATEMENT OF ORIGINALITY

This undergraduate thesis is my original work and all information contained in this project paper which is derived from the work of others had been given an award by citing the name of the source author correctly. All the contents of this undergraduate thesis are fully the responsibility of the author.

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I believe that this skripsi hasn't been perfect and I would like to say sorry for all of the imperfection. I wish that this skripsi can be useful in both academic and practice world.

Jakarta, May 25th 2013

Desi Purnamasari

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**Comparative Study: Islamic Index Performance between
Indonesia and Malaysia in All Business Cycles
for the Period 2008 - 2012**

Desi Purnamasari¹

ABSTRACT

Jordan Et Al (2012) said that Performance Evaluation is the assessment of how well money manager achieves a balance between high returns and acceptable risks. This evaluation is used to help the investors decide whether they should entrust investment funds. This research aims to apply performance evaluation on comparing Islamic index performance between Indonesia and Malaysia for the period 2008 – 2012 using data from official website of both countries' Islamic index.

In this research, it was found that even if in term of number, the average daily return of Indonesian Islamic Index was higher than Malaysian Islamic Index, the average daily return of Indonesia and Malaysia in all of the three periods are actually not significantly different from zero. However, Malaysia performed better than Indonesia in term of risk-adjusted return in overall and growing period. It was shown by Malaysian Sharpe Index and Jensen's Alpha Index which was higher than Indonesian values. Even if Indonesian average daily returns was higher it still happened because Indonesia had greater standard deviation than Malaysian. While for the Treynor Index, Indonesia seemed to be better than Malaysia. It indicates that if there were only systematic risk happened then Indonesia won over Malaysia. For declining period, performance of both countries' Islamic index are negative however Indonesia seemed to perform better.

Keywords: Indonesian Islamic Index, Malaysian Islamic Index, Performance Evaluation

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