

Review Form 1.7

Journal Name:	Journal of Economics, Management and Trade
Manuscript Number:	Ms_JEMT_105372
Title of the Manuscript:	The Effect of Profitability, Liquidity, Activity, and Market Value Ratio on Stock Prices in the Manufacturing Industry Sector Listed on the Indonesia Stock Exchange
Type of the Article	Original Research Article

General guideline for Peer Review process:

This journal's peer review policy states that **NO** manuscript should be rejected only on the basis of '**lack of Novelty**', provided the manuscript is scientifically robust and technically sound. To know the complete guideline for Peer Review process, reviewers are requested to visit this link:

(<https://www.journaljemt.com/index.php/JEMT/editorial-policy>)

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PART 1: Review Comments

	Reviewer's comment	Author's comment (if agreed with reviewer, correct the manuscript and highlight that part in the manuscript. It is mandatory that authors should write his/her feedback here)
<p>Compulsory REVISION comments</p> <p>1. Is the manuscript important for scientific community? (Please write few sentences on this manuscript)</p> <p>2. Is the title of the article suitable? (If not please suggest an alternative title)</p> <p>3. Is the abstract of the article comprehensive?</p> <p>4. Are subsections and structure of the manuscript appropriate?</p> <p>5. Do you think the manuscript is scientifically correct?</p> <p>6. Are the references sufficient and recent? If you have suggestion of additional references, please mention in the review form.</p> <p><u>(Apart from above mentioned 6 points, reviewers are free to provide additional suggestions/comments)</u></p>	<p>1- The manuscript contains information. The study is to be encouraged</p> <p>2- Appropriate title</p> <p>3- Acceptable</p> <p>4- Respect for the structure of the manuscript</p> <p>5- Scientifically accepted manuscript</p> <p>6- the bibliography to be enriched</p> <p>Others</p> <p>The author insists</p> <ul style="list-style-type: none"> - investment in Indonesia. - investment as a commitment of funds or other - Investment in the form of real investment and non-real investment. - Non-real investment is capital market investment. - Investors can invest their funds in the capital market, - The goal: the realization of profits, - The use of investments to operate and develop business activities. - The capital market, a means of investment - Investing in shares, a way of investing in the capital market. - Realization of capital gains. - The capital gain defined as a difference between the sale price and the purchase price of the share. - Investors require proper stock price analysis to reap capital gains - Market participants determine the share price in the specific time and according to the demand and supply of the relevant shares in the capital market - The achievements and performance of a company, a source of influence on the value of shares. - Investors earn dividends and capital gains - Investors define financial ratios for an evaluation of the company's performance. - Financial ratios are defined by: <ul style="list-style-type: none"> <input type="checkbox"/> liquidity, <input type="checkbox"/> activity, <input type="checkbox"/> the leverage effect, <input type="checkbox"/> Profitability <input type="checkbox"/> market value. <p>He notes that stock prices can rise for companies that can distribute large amounts of dividends investors expect higher earnings per share</p> <p>There are differences in research results from one researcher to another: the author recalls the use of a different sample.</p> <p>The results may be different if the research is conducted in the manufacturing industry sector.</p> <p>In the review of the literature, the author insists on:</p> <ul style="list-style-type: none"> - Investment in the capital market - Capital market theory - Factors Affecting Stock Prices - Liquidity ratio 	

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	<p>The liquidity ratio, a ratio, examining the relationship between the company's current assets and liabilities to determine the company's remaining ability to meet its short-term obligations. So, liquidity ratios include current, quick and cash ratios.</p> <p>The author recalls the importance of:</p> <ul style="list-style-type: none">- Asset management ratio- Debt management ratio- Profitability ratio- Market value ratio <p>It is also a question of the ratio of the book value of a company to the value of its shares compared to its profits.</p> <p>The author emphasizes:</p> <ul style="list-style-type: none">- Effect of profitability on stock prices- Return on equity- measures the ability of capital to generate profits for shareholders.- The importance of return on equity for business owners- Encouragement of investors to invest for the increase in the share price. <p>Profitability ratio is known as net profit margin, The ration determines the ratio between net profit and net sales. A company's net income comes from net sales. It is higher if its net profit margin is larger. Several tables are self-explanatory</p> <p>The author emphasizes:</p> <ul style="list-style-type: none">- The current ratio, a measure of a company's capacity or ability- the current ratio significantly affects share prices.- The quick ratio, a ratio, showing the capacity of the company- Cash ratio, a tool used to measure the amount of cash available to pay debt. <p>Furthermore, the author recalls:</p> <ul style="list-style-type: none">- The ratio known as total asset turnover, then describes asset turnover in terms of sales volume- the ratio known as the inventory turnover ratio is used to assess the efficiency of a company's inventory management. <p>For the effect of the dividend yield on the share price, the author recalls:</p> <ul style="list-style-type: none">- Dividend yield, a percentage of dividends relative to a company's share price.- high yield indicates profits flowing to investors <p>For the results, the author recalls:</p> <ul style="list-style-type: none">- companies in the manufacturing sub-sector, listed on the Stock Exchange (2018-2022).- the use of the purposive sampling technique- Descriptive statistical analysis- Multicollinearity test- Autocorrelation test-Heteroscedasticity test- Multiple linear regression analysis-Effect of profitability on stock price- Effect of liquidity on share price-Effect of activity on stock price-Effect of market value on stock price-Effect of dividend yield on stock price <p>The conclusions are:</p> <ul style="list-style-type: none">- Profitability, measured by ROA- Liquidity measured using CuR, QR and CaR-Activity measured by TATO-The market value ratio measured using DY. <p>References 37</p>	
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Minor REVISION comments		
1. Is language/English quality of the article suitable for scholarly communications?	acceptability	
Optional/General comments		

PART 2:

	Reviewer's comment	Author's comment (if agreed with reviewer, correct the manuscript and highlight that part in the manuscript. It is mandatory that authors should write his/her feedback here)
Are there ethical issues in this manuscript?	<i>(If yes, Kindly please write down the ethical issues here in details)</i>	

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