

The background of the slide features a dark blue gradient on the left and a grayscale image of multiple computer monitors displaying various financial charts and data on the right. The charts include line graphs and candlestick patterns, typical of financial market analysis.

WEEK 4

CAPITAL MARKET

Introduction to Capital Market

Course Overview

Outline of topics

- Historical Development
- Data Collection Principles
- Probability
- Basic Probability Rules
- Hypothesis Testing
- Schools of Thought: A Timeline



Capital market is a market for a variety of long-term financial instruments that can be traded, both bonds (bonds), equities (stocks), mutual funds, derivative instruments and other instruments.

The role of capital market is as a mediator between investor and fund owner

DEFINITION OF CAPITAL MARKET



Capital Market Goals

- Gathering opportunities for the community to enhance an economic growth.
- To provide opportunities for the community to participate in owning a company and enjoying the results



THE FUNCTION OF CAPITAL MARKET

- **To increase capital**
by selling the company's share through capital market, company can increase their capital
- **For equitable income**
provide a dividend
- **To increase production capacity**
to create employment
- **To increase state revenue**
The dividends given by the company will be taxed to the government.
- **As an economic indicator**
Increased activities and purchases in the capital market indicate that the company's business activities are going well

BEI

Bursa Efek Indonesia (Indonesia Stock Exchange)

BEJ

Bursa Efek Jakarta (pasar saham)

BES

Bursa Efek Surabaya (pasar obligasi dan derivatif)

Capital Market in Indonesia

CAPITAL MARKET INSTRUMENT



SHARE

one of the most popular financial market instruments

BOND

MUTUAL FUND

portofolio investment

CAPITAL MARKET INSTRUMENT



EXCHANGE TRADED FUND

DERIVATIVE