ABSTRACT

This study aims to determine the effect of market timing ability, stock selection skill, and risk level on the performance of equity mutual funds in Indonesia for the 2021-2025 period, both partially and simultaneously. The method applied in this study is quantitative with a causal approach. The independent variable indicators include market timing ability measured by the gamma value (γ), stock selection skill measured by the alpha intercept value (α), and risk level measured by the beta value (β) within the Treynor-Mazuy regression model. Meanwhile, equity mutual fund performance is measured using the Sharpe Ratio. The population in this study consists of 209 conventional equity mutual funds, with a sample of 8 equity mutual funds selected using the purposive sampling technique. Data were analyzed using data panel regression analysis assisted by EViews 14 Student Version software. The analysis results indicate that market timing ability, stock selection skill, and risk level, both partially and simultaneously, have no significant effect on the performance of equity mutual funds in Indonesia. Furthermore, the coefficient of determination (R^2) value of 0.21% indicates that the variables of market timing ability, stock selection skill, and risk level can only explain a very small variance in equity mutual fund performance, while the remaining 99.79% is influenced by other factors outside this research model.

Keywords: *Market Timing Ability, Stock Selection Skill, Risk Level, Equity Mutual Fund Performance.*

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