



DETERMINANTS OF THE CAPITAL STRUCTURE EVIDENCE FROM THE PROPERTY AND REAL ESTATE COMPANIES LISTED IN INDONESIA STOCK EXCHANGE

Sparta SE.Ak.,ME.,CA¹

Salsya Defadjria²

Abstract

The main purpose of this study is to determine whether the variables are considered to affect the company's capital structure by a variety of literature and previous research, is able to explain the company's capital structure policy in the property and real estate sector enterprises. The variables analyzed in this study is the risk business, asset structure, profitability, sales growth and firm size. This research was conducted on the Stock Exchange, where the period of time 2011-2015. The samples taken using a purposive sampling method. This study used multiple linear regression model by pooling the data. The result showed that asset structure and firm size has a positive and significant influence on capital structure, while risk business, profitability and sales growth does not significantly influence the capital structure.

Keywords: *Risk Business, Asset Structure, Profitability, Sales Growth and Firm Size.*

¹ Ph.D. Indonesia Banking School, e-mail: sparta@ibs.ac.id.

² Indonesia Banking School, e-mail: salsyadefadjria@gmail.com.