ABSTRACT

The purpose of this study examines the effect of Likuidity, Solvability and Profitability to Capital Structure in companies that go public in Indonesia Stock Exchange.

The method of selecting the purposive sampling technique against 12 companies from the consumer goods industry sector consisting of 60 observations financial statements for the period 2012-2016. The results of the study with multiple linear regression analysis states that in Likuidity, Solvability and Profitability significant positive effect on Capital Structure. Variable of Likuidity significant positive effect on Capital Structure, Variable of Solvability significant positive effect on Capital Structure and Variable of Profitability significant negative effect on Capital Structure. Results of R Square (R2) indicates the number 0,502 or 50,2 %. of Capital Structure can be explained by the variable Likuidity, Solvability and Profitability.

Key words: Likuidity, Solvability, Profitability and Capital Structure