## ***ABSTRACT***

*Income smoothing is the business of an enterprised to reduced fluctuation's in earnings reported in the financial statements the orders goes an achieved desired levels the profit. Income smoothing includes the use of certain techniques to reduce or enlarge the amount of profit a period equal to the amount of profit the previous period.*

*The aims of this research was to prove the influence of firm size, profitability, and leverage toward the income smoothing at manufacture companies on list in Indonesia Stock Exchange during 2012-2014.*

*Firm size was measured by using the natural logarithm of total asset, profitability is measured by the ratio between the profit after tax to total asset, and leverage measured by the ratio of total debt to total equity. Income smoothing measured using Eckel Index.*

*Population in this study is the 134 manufacture companies on list in Indonesian Stock Exchange during 2012-2014. With purposive sampling method obtained sample of 46 companies. The hypotheses were tested using binary logistic regression.*

*The result shows that profitability and leverage were positive significant influence to income smoothing. Furthermore, the firm size does not significantly affect to income smoothing.*

*Keyword: Firm Size, Profitability, Leverage, Income Smoothing, Total Asset.*