

## ABSTRACT

*Development of the company is an effort to anticipate the competition so that revenues will increase, as a result of retail trade / retail experience more rapid growth. this opportunity to encourage the retail industry to develop productivity, therefore the necessary capital to finance such activities. by the authors wanted to investigate the effect of profitability and the size of the company on the capital structure (study on retail companies listed on the Indonesian stock exchange 2011-2014).*

*The purpose of this research is to know whether the effect on the profitability of capital structure and determine whether the size of the company's capital structure affect the retail company listed on the Indonesia Stock Exchange 2011-2014 period either partially or simultaneously.*

*This study is used as the population is retail trade sector companies listed on the Indonesia Stock Exchange in 2011-2014 amounted to 22 companies and samples taken were 18 companies that match the criteria. Data analysis method used is multiple regression.*

*This research resulted in either simultaneously or partially a positive influence on the company's profitability and capital structure size retail company listed on the Indonesia Stock Exchange 2011-2014 period amounted to 65.9%. The biggest contribution is profitability, then the size of the company. It can be seen from the t-statistic value of each variable that the t-statistic greater profitability than the t-statistic size companies.*

*Profitability and size of the have a significant effect simultaneously 65,9% on the capital structure. Profitability and size provide partial significant influences on capital structure On Retail Companies Listed In Indonesian Exchange Period 2011-2014.*

*Keywords: profitability, company size, capital structure.*