

ABSTRACT

This research is conducted to examine some factors which give influence to the capital structure on food and beverage companies which are listed in Indonesia Stock Exchange in 2017-2019 periods. The purpose of this research is to test both simultaneously and partially the influence of profitability, tangibility, firm size, sales growth, asset growth, business risk, firm activity, and liquidity to the capital structure.

The sample collection technique has been done by using purposive sampling and 14 of 26 companies have been selected as research samples from food and beverage companies which are listed in Indonesia Stock Exchange in 2017-2019, so 42 observations have been obtained. The method of analysis that using in this research is multiple regressions analysis technique.

The result of this research shows that simultaneously profitability, tangibility, firm size, sales growth, asset growth, business risk, firm activity, and liquidity have significant influence to the capital structure. The result of partial research shows that firm size and liquidity have significant influence to the capital structure. Meanwhile profitability, tangibility, sales growth, asset growth, business risk, and firm activity have no significant influence to the capital structure.

Keywords : *capital structure, profitability, tangibility, firm size, sales growth, asset growth, business risk, firm activity, liquidity*