

## ABSTRACT

*Capital structure is a balance or comparison between foreign capital and own capital. Foreign capital in this case is long-term and short-term debt. While the own capital is divided into retained earnings and the company's ownership participation can reflect the debt and own capital of the company to be used as a source of funding from the company. This study was conducted to examine whether diversification, managerial ownership, sales growth, firm size and profitability and firm size affect capital structure. This study uses data obtained from the financial statements of trading, services and investment companies in the wholesale and retail sub-sectors listed on the IDX in 2016-2020.*

*This study aims to determine how the effect of diversification, managerial ownership, sales growth, firm size and profitability and firm size on the capital structure. The sample was selected based on purposive sampling. The analytical method used in this research is panel data regression analysis.*

*The results of this study indicate that simultaneously diversification, managerial ownership, sales growth, firm size and profitability and firm size have no effect on capital structure. Sales growth and profitability have a effect, while diversification, managerial ownership, farm size has no effect on capital structure.. The analytical method used in this research is panel data regression analysis.*

**Keywords :** *Capital Structure, Diversification, Farm Size, Manajerial Ownership, Sales Growth*