

## ***ABSTRACT***

This study aims to determine the effect of capital and debt on income, to determine the effect of capital and debt on operating profit, to determine the effect of capital on income, to determine the effect of debt on income, to determine the effect of capital on operating profit and to determine the effect debt to operating profit. This research includes research using quantitative descriptive methods. Research using a descriptive method is research that uses numerical and graphical methods to identify a number of data, summarize the information contained in the data and present the information in the desired form. Indonesia effect by using purposive sampling technique. Hypothesis testing is the testing steps to decide the suitability of the hypothesis with the results of previous tests (Slamet, 2018 p.103). This stage is carried out to measure the linearity of the hypothesis proposed by the author. In this research, the T test is used to partially test the hypothesis to see the significant effect between the independent variable and the dependent variable (Nandita et.al., 2019). The partial regression coefficient was tested for its relationship with all independent variables in this test. In this test, the t-count for each regression coefficient compared to the t-table value or critical score is proportional to the specified significance level, namely  $\alpha = 5\%$  (Wahyuni S, 2020 p. 44). The results of the study show that capital and debt have a positive and significant impact on income together. Which means that any high capital and debt will increase the company's income, capital and debt have a positive and significant influence together on operating profit, capital has a positive and significant influence on income. Which means that any high capital will increase the company's income, debt has a positive and significant influence on income. Which means that any high debt will increase the company's income, capital has a positive and significant influence on operating profit. Which means that any high capital will increase the company's operating profit, debt has a positive and significant influence on operating profit. Which means that any high debt will increase the company's operating profit.

Keywords: Capital, Debt, Income, Operating Profit