ABSTRACT

Indonesia is currently undergoing massive expansion to boost economic growth. Companies in the heavy construction and civil engineering subsectors play critical roles in infrastructure development. As a result, financial performance is a key indicator of a company's profitability. The company's financial performance must remain stable or improve in order for stakeholders to see its future prospects.

This study will look at the impact of leverage, liquidity, asset management, and intellectual capital on financial performance in the heavy construction and civil engineering subsectors listed on the Indonesia Stock Exchange between 2018 and 2022.

The panel data regression method was utilized in the study, which was conducted using the Eviews 12 program. The purposive sample strategy was employed to collect data from 12 companies or 70 observation points. However, there are two companies or ten data outliers, thus the final data used in this study is 60 data.

The study's findings show that leverage, liquidity, asset management, and intellectual capital simultaneosly affect financial performance of heavy construction and civil engineering subsector companies listed on the Indonesia Stock Exchange (BEI) between 2018 and 2022. While partially leverage has a significant negative effect on financial performance and asset management has a significant positive effect on financial performance. However liquidity and intellectual capital have no effect on financial performance

It is envisaged that this research will be useful in assisting enterprises in improving their financial performance and investors in making investment decisions. Furthermore, it is recommended for future research to adjust the proxy variables and the year of observation, and add other variables to expand the scope of the research.

Keywords: *Leverage, Liquidity, Asset Management, Intellectual Capital, Financial Performance.*