

ABSTRACT

This research was performed to investigate the influence of tax, bussiness risk, size, ROI, growth, tangibility of asset and institutional ownership on Debt to Equity Ratio (DER) at manufacturing company published financial report during period 2004 - 2008 .

The sample of this research was selected based on purposive sampling with the following criteria: (1) manufacturing company published financial report during period 2004 - 2008; (2) manufacturing company reported positive of EBIT during period 2004 – 2008, and (3) manufacturing company have no tax restitution during period 2004-2008. The Data was based on publicity Indonesian Capital Market Directory (ICMD) from 2004 to 2008. Sample was acquired 33 of 148 company. Data was analyzed with multi linier regression of ordinary least square and hypotheses was tested using t-statistic and f-statistic at level of significance 5%.

Empirical evidence showed that tax, size, ROI, and growth had significant influence on DER of manufacturing company listed in JSX over period 2004-2008 at level of significance less than 5%. While bussiness risk, tangibility of asset, and institutional ownership had not significant influence on DER of manufacturing company listed in JSX over period 2004-2008 at level of significance more than 5%.

Key Words : tax, bussiness risk, size, ROI, growth, tangibility of asset, institutional ownership and Debt to Equity Ratio (DER)