

ABSTRACT

Working capital and profitability are important factors for entity. If one of them has a disturbance it could affect the company's operational. This research use manufacturing company registered in ICMD for year 2012-2015. Independent variable used in this research cash conversion cycle (CCC) and CCC². Control variables used is size, leverage, dan sales. For variable dependent use profitability represented by ROA.

To analyse the relationship between independent, control dan dependent, writer used descriptive, classical assumption, linear regression, correlation coefficient, determination coefficient, f and t test.

Based on analytical statistic of coefficient of determination test indicated that there is no influence between independent variable which is represented by CCC and CCC² to dependent variable profitability represented by ROA. The result show found no connection between working capital and profitability.

Keywords: Working Capital, profitability, Cash conversion cycle, size, sales, leverage, ROA