

ABSTRACT

The purpose of this research is to find the influence of leverage, growth, collateralizable assets, institutional ownership and firm size as control variable towards dividend policy in manufacturing company that listed in Indonesian Stock Exchange. Agency Theory and Pecking Order Theory were used to develop theoretical framework to address hypotheses.

The population of this research is manufacturing company that listed in Indonesian Stock Exchange in the period 2007-2009. The sampling technique used is purposive sampling method. The data is obtained based on Indonesian Capital Market Directory (ICMD)2010 publication. Multiple regression analysis techniques was used in analyzing the data. The level of significance used to examine partial and simultan regression is 5%

The results of this research is indicate that leverage, growth, and collateralizable assets have no effect on dividend policy. Institutional ownership and firm size have significantly positive effect on dividend policy. Predictable of the five variables toward dividend policy is 13,5 % as indicated by adjusted R square. The result from f test indicate that all variable was used in this results have significant influence toward dependent variable.

Keywords : Dividen policy, Agency Cost, Leverage, Growth, Collateralizable Asset, Institutional Ownership, Firm Size.