

ABSTRACT

This study aims to analyze analysis, liquidity, and leverage on profitability with company size and age as control variables. Each proxy used for each variable is working capital with Net Working Capital (NWC), company efficiency with Total Asset Turnover Ratio (TATO), liquidity with Current Ratio (CR), leverage with Debt to Equity Ratio (DER), profitability with Return on Equity (ROE), company size with Ln Total Assets, and company age with Ln years investigating the year the company was founded.

The population in this study are manufacturing sector companies listed on the Indonesia Stock Exchange (IDX) in the 2014-2018 period, besides that companies must also be registered on the Bloomberg database. The sample was taken using purposive sampling method and produced 345 company data by time series. The data analysis used is multiple regression analysis which includes the classical assumption test, hypothesis testing, and the coefficient of determination.

Based on the results of the analysis, it shows that working capital (NWC) and company efficiency (TATO) have a significant positive effect on ROE, liquidity (CR) has a significant negative effect on ROE, leverage (DER) has a negative but not significant effect on ROE, and the results the analysis of firm size control variables has a negative effect on ROE.

Keywords : *working capital, company efficiency, liquidity, leverage, ROE, company size, company age*