

ABSTRACT

This research objective was to investigate the influence of DER, profitability, firm size, and liquidity on DPR and company value at manufacturing company published financial report during period 2009 - 2011. This research based on research gap by Kapoor, (2006); Baert dan Vennet, (2009); Okpara, (2010); Al Shabibi dan Ramesh, (2011); Al Najjar, (2012); Mehta (2012); .Moradi et al., (2012); Eldomiaty, (2012); dan Jie Kun (2012).

The sample of this research was selected based on purposive sampling with the following criteria: (1) manufacturing company published financial report during period 2009 - 2011; and (2) manufacturing company reported earning and given dividend during period 2009 - 2011. The Data was based on publicity Indonesian Capital Market Directory (ICMD) from 2011 to 2012. Sample was acquired 22 of 185 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%, and sobel test.

Empirical evidence showed that DER, profitability, firm size and DPR had significant influence on company value of manufacturing company listed in IDX over period 2009-2011 at level of significance less than 5%, and DPR mediating DER, profitability, firm size, and liquidity on profitability of manufacturing company listed. Where it was proved that together DPR, profitability, liquidity, DER and Size to have influence toward manufacturing company value in BEI at level less than 5% (with level of significance at 0,05). Prediction capability from these five variable toward company value is 36,3%, where the balance (63,7%) is affected to other factor which was not to be entered to research model. Beside this research is limited to profitability ratio and liquidity with 22 sample and research annual period along 3 years,. Suggested to do future research to expand other macro economic factors.

Key Words : DER, profitability, firm size, liquidity, DPR, and company value