ABSTRACT

Capital structure is ratio between level of long term liabilities and equity. Capital structure have direct influence to capital expense to be accounted by company, so that will influence acceptable project formation, influencing risk to be accounted on the owner of capital (investor), and influence advantage required by investor. This research is performed in order to test the influence of the variable, ROA, FAR, credit, growth, and interest rate toward Debt to Equity Ratio (DER).

Methodology research as the sample used census The Data is based on financial reports Perum Pegadaian since 2002 to 2005. Sample was acquired 48 company. Data analysis with multi linier regression of ordinary least square and hypotheses test used t-statistic and f-statistic at level of significance 5%, a classic assumption examination which consist of data normality test, multicolinierity test, heteroskedasticity test and autocorrelation test is also being done to test the hypotheses.

Empirical evidence show as FAR to have positive influence toward DER of company listed in JSX over period 2002-2004 at level of significance less than 5% (as 4,5%) and ROA, credit, growth,and interest rate to have negative influence toward DER at level of significance less than 5% (as 0,01%, 0,3%, 1,1%, and 4,6%). While, five independent variable ROA, FAR, credit, growth, and interest rate to have influence toward DER at level of significance less than 5% as 0,01%. Predictable of the five variables toward DER is 67,1% as indicated by adjusted R square that is 67,1% while the rest 32,9% is affected by other factors is not included into the study model. But this research have five fundamental factors only with 48 samples over yearly period along 4 years, so the future research suggested to expand other micro fundamental factors and macro economics

Key Words : ROA, FAR, credit, growth, and interest rate and DER