ABSTRACT

Siti Rohmawati. 2015. Thesis. Title: "Analysis of Liquidity Effects, Capital Structure and Ownership Structure Towards Profitability (Study on Listed Companies in Jakarta Islamic Index, Period 2010-2013)."

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Keywords: Liquidity, Capital Structure, Ownership Structure, Profitability.

Each entity created in order to make as much profit as possible as the main purpose. The company's ability to generate profits in its operations is the main focus in the assessment of the company's achievements. Because the company's profit constitutes an indicator of a company's ability to meet obligations for people with funds and elements in the creation of value company that demonstrate the company's prospects in the future. The purpose of this study is to analyze whether variables such as liquidity ratio (current ratio), capital structure (debt to equity ratio) and ownership structure (managerial ownership) could affect the company's profitability as measured by ROE.

This study used explanation research with quantitative approach where the researcher explained the causal relationship between the variables through hypothesis testing. The sample in this study consisted of 15 companies listed constantly in JII 2010-2013. Sampling was conducted by purposive sampling technique. Data analysis technique used is descriptive statistics and multiple regression analysis.

The results showed that the variable liquidity simultaneously, capital structure and ownership structure affected positively and significantly on profitability. Partially, only capital structure affected positively and significantly on profitability. While liquidity and managerial ownership affected negatively and insignificantly towards profitability.