ABSTRACT

This study aimed to observe the effect of asset growth and business risk on capital

structure. The population in this study were all listed companies in Indonesia

Stock Exchange. The sample is a company incorporated obtained are as many as

19 companies. Research using multiple linear regression analysis.

The results showed that the first hypothesis was rejected stating that the asset

growth does not affect the capital structure. The second hypothesis was rejected

stating that the bussiness risk does not affect the capital structure of the business

Keywords: Capital Structure, Asset Growth, and Business Risk