

## **ABSTRACT**

This study aims to examine the effect of the leverage and earning per share (EPS) to dividend policy. The population of this study were companies listed on the Indonesia Stock Exchange. Sample determined by using purposive sampling method. The samples obtained were as much eighteen companies. Testing the hypothesis using multiple regression analysis with the help of SPSS version 15. The test results showed that the first hypothesis ( $H_1$ ) which states that leverage effects on the dividend policy, rejected. The second hypothesis ( $H_2$ ) which states that eaning per share (EPS) effects on the dividend policy, rejected.

Keywords: Leverage, Earning per Share (EPS) and Dividend Policy