

ABSTRACT

This study aimed to examine the influence of profitability, firm size, dividend policy, and the asset structure of the debt policy. In this study, the population is a manufacturing base and chemical industry sectors companies that have been listed on the Indonesia Stock Exchange. Determination of the sample was determined by the method of purposive sampling. The research sample was obtained by 30 companies. Testing hypotheses used in this study is multiple regression analysis using SPSS version 13.00. The test results show that the first hypothesis which states that the profitability effects on debt, have been supported. The second hypothesis states that the effect of firm size on debt policy, are not supported. The third hypothesis which states that dividend policy affects debt policy, are not supported. The fourth hypothesis states that asset structure effect on debt policy, are not supported.

Keywords: debt policy, profitability, firm size, dividend, asset structure