## *ABSTRACT*

***Lisnawati Nurdiani, "THE INFULENCE OF RATIO LEVERAGE AND CAPITAL INTENSITY RATIO TO PROFITABILITY AUTOMOTIVE COMPANIS THAT GO-PUBLIC AT STOCK EXCHANGE INDONESIA". Under guidance of Mrs. Linna Ismawati, SE., M.Si***

*The purpose of this study is to determine: (1) The development of the leverage ratio (DER) on the automotive companies. (2) The development of capital intensity ratio in automotive companies. (3) The development of profitability (ROE) in automotive companies. (4) The amount of influence laverage ratio and the ratio of capital intensity on profitability is partially and simultaneously.*

*The research method used is descriptive method and the method verifikatif. The data used are secondary data that is composed of data pooled data 2005-2009, which include automotive companies listed in Indonesia Stock Exchange. The test statistic used is the Pearson correlation analysis, correlation of determination, and test the hypothesis that computed using SPSS 17.0 for windows applications.*

*The results showed that simultaneously leverage ratio and capital intensity ratio significantly influence the profitability of 10.1%. Partially, the leverage ratio (DER) are not significant negative effect on profitability (ROE), while the capital intensity ratio significantly negative effect on profitability (ROE).*



*Keywords: Debt to Equity (DER), Capital Intensity Ratio, Return On Equity*