ABSTRACT

The Influence of Firm Size and the Ratio of Debt to Income Smoothing in the Textile and Garment Companies Listed in Indonesia Stock Exchange

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This research aims to determine the Firm Size, Ratio of Debt and Income Smoothing, also to know the ifluence of Firm Size and Ratio of Debt on Income Smoothing to partially in Textile and Garment Companies.

The method used is descriptive method and verifikatif. While the data used are secondary data that is financial statements Textile and Garment Companies Listed in Indonesia Stock Exchange for 2006-2010. Statistical test used is multiple linear regression analysis, the classical assumption test, pearson correlation analysis, coefficient of determination, t test.

The results showed that Partially, a significant negative effect of Firm Size on Income Smoothing, While the debt ratio is significantly positive effect on earnings smoothing.

***Keywords** : Firm Size, Ratio of Debt and Income Smoothing.*