ABSTRACT

The Influence of Capital Structure and Liquidity to Firm Value on Agriculture Companies Listed in Indonesia Stock Exchange Period 2008-2013

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This research was conducted at the Company Producing Raw Materials plantation sub-sector The aim of this study is to determine the influence of capital structure as measured by debt equity ratio (DER) and liquidity as measured by the current ratio (CR) partially and simultaneously to the value of a company in measuring the price book value (PBV).

The method used in this research is descriptive method verification with quantitative approach. The sample used in this study is the period 2008-2013 annual financial report that as many as 30 samples. The test statistic used is analiisis multiple linear regression, classic assumption test, analysis of the correlation coefficient, determination coefficient analysis and hypothesis testing using SPSS v.20 for windows.

Results of the analysis showed that capital structure significantly influence the company value (PBV). Liquidity significant effect on firm value (PBV), capital structure and liquidity significant influence partially and simultaneously to firm value (PBV).

Keywords: Capital Structure, Liquidity and Firm Value (PBV)