

**DETERMINANTS OF CAPITAL STRUCTURE FROM PUBLIC
COMPANIES IN INDONESIA FROM 2010-2014**

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STATEMENT BY THE AUTHOR

I hereby declare that this submission is my own work and to the best of my knowledge, it contains no material previously published or written by another person, nor material which to a substantial extent has been accepted for the award of any other degree or diploma at any educational institution, except where due acknowledgement is made in the thesis.

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ABSTRACT

DETERMINANTS OF CAPITAL STRUCTURE FROM PUBLIC COMPANIES IN INDONESIA FROM 2010-2014

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The purpose of this research is to analyse the determinants of capital structure. Scholars and researchers have done the discussion about capital structure to determine the variable and its relationship to profitability. But in this thesis the author mainly discuss the determinants and what are the components of capital structure. When most research and studies use public company, this research use private company. The modern theory of capital structure was established by Modigliani and Miller (1958). Capital structure itself has been the basis of companies. In general firms can choose many alternatives capital structure. For example, firms can use warrants, issue convertible bonds, arrange lease financing sign forward contracts or trade bond swaps. Firms can use their debt and/or equity to finance their assets, but the best use is a mix of both. Using the best and most efficient choice the firm can maximize their market value.

Keywords: Capital Structure, Determinants of Capital Structure, Public Company, Firm size, Profitability.



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DEDICATION

I dedicate this work for my family; I hope this thesis will make them proud

And for future reference to firms financial decision



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