

ABSTRACT

Profit's growth is a change in the percentage increase in profits earned by the company. Profit changes showing that the company's financial in the good condition, will increase the value of the company. The highest profit generated by the company, than the performance of the company will be better. Profit growth is proxied by how much the increase in company profit, calculated by the profit of current period minus profit of previous period and then divided by profit of previous period.

This study aims to determine the variable of current ratio, debt to equity ratio, net profit margin and return on equity. This study also aims to determine the effect of current ratio, debt to equity ratio, net profit margin and return on equity. This study also aims to determine the effect of current ratio, debt to equity ratio, net profit margin and return on equity to profit growth in service companies in the property and real estate sub sector listed on the Indonesia Stock Exchange in 2014-2017.

The method of data collection in this study uses secondary data sources in the financial report in property and real estate sub sector listed on Indonesia Stock Exchange in 2014-2017. This study uses purposive sampling method by apply certain criteria with 48 population in property and real estate sub sector listed on Indonesia Stock Exchange in 2014-2017. The final sample in this study were 33 companies but there were only 32 companies included and 128 data processed.

Analysis data method using panel data regression with the best appropriate model is fixed effect by assuming that the effects differ between individuals and each unknown parameter will be estimated by the dummy variable technique. This study use Eviews as processing data program. The results showed that the simultaneous current effect, debt to equity ratio, net profit margin and return on equity have a significant effect on profit growth. Partially the debt to equity ratio have a negative effect on profit growth, while the current ratio, net profit margin and return on equity do not have significant effect on profit growth.

Based on the results, the most ratio use for measure the rate of profit growth in property and real estate sub sector companies is the Debt to Equity Ratio (DER). Because companies that profit growth increase, have lower DER, that can provide benefits to investors who will invest their capital.

Keywords: *Current Ratio, Debt to Equity Ratio, Net Profit Margin, Return on Equity and Profit Growth.*