

ABSTRACT

Profitability is a ratio to assess a company's ability to generate profits in a certain period of time. Profitability can be use to find out the productivity of all company funds that are used both on loan capital and own capital. In addition, the company can also monitor the development of the company from time to time by looking at the value of profitability.

This study aims to determine and analyze the influence of working capital management, leverage, and firm size partially or simultaneously on profitability in the consumer goods industry sector companies listed on the Indonesia Stock Exchange for the period 2013-2017.

The population in this study is a consumer goods industry sector company that is consistently listed on the Indonesia Stock Exchange (IDX) for the period 2013-2017. The sampling technique in this study was purposive sampling and thirty companies were selected as samples with a five-year study to obtain 150 samples. The analysis technique used in this study is panel data regression analysis using the EViews 10 Version application.

Based on the results of the research variables of working capital management, leverage, and firm size simultaneously influence the profitability. Partially, the variable firm size has an effects on profitability, while the variables of working capital management and leverage have no effect on profitability.

For investors to be more careful in making investment decisions by looking at the profitability of the company. For companies it is recommended to have good profitability conditions. One way is to increase sales levels.

Keywords: Profitability, Working Capital Management, Leverage, and Firm Size