

ABSTRACT

This study aims to determine the effect of solvency and liquidity on profitability on food and beverage companies listed on the Indonesia Stock Exchange in the period 2013 – 2018. This study used purposive sampling method which produced 13 samples in a period of 6 years or as many as 78 data samples. The analytical method used in this research is panel data regression analysis which is processed using Eviews 10. Based on this research, the results show that simultaneously, Debt to Equity Ratio (DER) and Current Ratio (CR) have no effect on Return on Equity (ROE). This research also shows that partially, Debt to Equity Ratio (DER) has no effect on Return on Equity (ROE), And the Current Ratio (CR) does not affect the Return on Equity (ROE).

Keywords: Debt to Equity Ratio (DER), Current Ratio (CR), Return on Equity (ROE).