ABSTRACT

The Analysis of Factors that Influence Capital Structure in Livestock Industry
(Study Case at Listed Companies)

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The aims of this research are to determine factors that influence capital structure and to know the effect on livestock company's capital structure. The factors are tax rate, tangibility of assets, business risk, size, profitability, market to book ratio and growth. Capital structure is defined as leverage. This research is using study case approach at public livestock companies. The method used in this study are descriptive analysis and panel data regression with pooling model.

Tax rate, assets tangibility, business risk, size, profitability, market to book ratio and growth are factors that significantly influence capital structure choices on livestock companies. Tax rate, business risk, profitability and market to book ratio negatively correlated with leverage, while assets tangibility, size and growth positively correlated with leverage.

Keywords: Capital Structure, Livestock Industry, Panel Data Regression, Tax Rate, Assets Tangibility, Business Risk, Size, Profitability, Market to Book Ratio, Growth