

**THE INFLUENCE OF CURRENT RATIO, QUICK RATIO AND DEBT TO EQUITY
RATIO TO PRICE EARNING RATIO MANUFACTURING COMPANIES 2008-2010 IN
IDX**

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ABSTRACT

The purpose of this study was to determine whether there is the effect of leverage, liquidity earning price ratio to determine how much liquidity affects the price earnings ratio (PER), and to determine how much leverage on the capital markets affects the PER. The amount of data which is used for this research was 75 samples that comes from 25 companies during 2008-2010.

This research uses descriptive statistical test, data test normality (multi collinearity test, autocorrelation test, and heterokedesity test), coefficient of determination test and hypothesis test (f test, t test and linear multiple test).

Based on simultaneous F-test showed that all the independent variables jointly have no effect on the dependent variables. Based on partial t-test showed that the current ratio and quick ratio had no significant effect while the debt to equity ratio significantly influence the dependent variables.

Keyword : Current ratio, quick ratio, Debt to equity ratio and Earning price ratio.