ABSTRACT

This study aims to determine the effect of capital structure consisting of DER, LTD and company size on growth in company performance (ROA) and its impact on changes in the structure of directors. At food and beverage companies listed on the Indonesia Stock Exchange (IDX). The data used in this study, in the form of annual reports of food and beverage companies listed on the Indonesia Stock Exchange (IDX) for the period 2013-2017. The number of food and beverage companies used as samples of this study were 14 companies with observations for 5 years. Based on the purposive sampling method, the total study sample was 70 annual reports. Testing the hypothesis in this study uses linear and logistic regression analysis with path analysts.

The results of the linear regression study show that the capital structure (DER) influences the growth of company performance (ROA), capital structure (LTD) and firm size does not influence the growth of company performance (ROA). The results of the logistic regression study show that the growth of company performance (ROA) and capital structure does not affect the changes in the structure of directors, the size of the company influences the changes in the structure of directors. The results of the path analysis study show that the capital structure and size of the company through the growth of company performance towards changes in the structure of directors do not have a consistent effect.

Keywords: Capital Structure, Debt Equity Ratio, Long Term Debt, Company Size, Company Performance Growth, Return On Asset and Changes in Directors Structure.