

ABSTRACT

Clara Sintya Amelisa. Determinants of equity growth. Faculty of Economy. State University of Jakarta .2017.

The study aimed to examined the effect of return on asset, debt to equity ratio, retention rate, and tax rate on equity growth. The dependent variable that used is equity growth that measured with chage of equity growth in this period minus equity growth in the past period division equity growth in the past period. Meanwhile, for the independent variable return on asset measured by ratio between earning after tax and total asset; debt to equity ratio measured by ratio between total liability and total equity; retention rate ratio measured by ratio between change retained earnings in this period minus retained earnings in the past period and earnings after tax; tax rate is measured ratio between by tax and earning before tax. This uses secondary data population of agriculture companies and listed in Indonesia Stock Exchange during 2010-2015. Samples selected based on purposive sampling and acquired 21 companies. This uses multiple linear regression analysis for test the hypotesis with help SPSS 20. The result of analysis conducted proven that return on asset, debt to equity ratio, retention rate have positive significant effect on equity growth. Meanwhile, tax rate has no significant effect on equity growth.

Keywords: return on asset, debt to equity ratio, retention rate, and tax rate.