

ABSTRACT

This study conducts an analysis related to the effect of capital structure on profitability in mining and energy sector companies listed on the IDX for the 2019 – 2022 period by using company age as a moderating variable. Capital structure as an independent variable in this study is proxied to be 2, namely short term debt to assets and long term debt to assets, profitability as the dependent variable is proxied by ROE and firm age as a moderating variable. The sampling technique in this study used purposive sampling to produce a sample of 140. The analytical tool in this study used SPSS 26. The results showed that short term debt to assets had a positive but not significant effect, long term debt to assets had a negative and significant effect, firm age is not significant in strengthening the relationship between capital structure and profitability.

Keywords: capital structure, profitability, company age, short term debt to assets, long term debt to assets

