

ABSTRACT

This study aims to analyze the influence of company size (SIZE), profitability (ROE), asset growth (GROWTH), liquidity (CR) and asset tangibility (FAR) as independent variables on the company's financing decisions (DER) as the dependent variable.

The sample used in this study is secondary data with purposive sampling technique as the sample determination method. The sample used was 34 manufacturing companies on the Indonesia Stock Exchange for the 2018-2022 period. Research data was obtained from Bloomberg and annual financial reports of manufacturing companies. The research data was then processed using the multiple linear regression method using the IBM SPSS 26 application.

The results of this study conclude that company size (SIZE), asset growth (GROWTH), liquidity (CR) and asset tangibility (FAR) have a significant positive influence on financing decisions (DER). Meanwhile, profitability (ROE) is the only variable that has results in the opposite direction, namely significantly negative on financing decisions (DER). Based on the results of the hypothesis test, the adjusted R square produces a value of 32.2%, so there are still 67.8% other factors outside this research that influence financing decisions (DER).

Keywords: *Financing decisions, company size, profitability, asset growth, liquidity, tangibility.*

