

ABSTRACT

This study is performed to examine the effect of Institutional Ownership, Current Ratio, Debt to Total Asset (DTA), Return On Equity (ROE), Total Assets Turnover (TATO), Investment Opportunity Set (MVE/BVE), dan Sales Growth toward Dividend Payout Ratio (DPR) in manufacture companies that is listed in Indonesian Stock Exchange over period 2006-2008.

The population of this research is 159 company that listed in Indonesian Stock Exchange period 2006-2008. Sampling technique used here is purposive sampling on criterion (1) the company that represents their financial report per 2006-2008, and (2) the company that continually share their dividend period 2006-2008. The data is obtained based on Indonesian Capital Market Directory (ICMD 2009) publication. Retrieved total sample of 13 companies. The analysis technique used here is multiple regression with the least square difference and hypothesis test using t-statistic to examine partial regression coefficient and F-statistic to examine the mean of mutual effect with level of significance 5%.

This research results that Current Ratio, Debt to Total Asset (DTA), and Return On Equity (ROE), gives significantly positive effect on dividend payout ratio (DPR). It also funds that bahwa Investment Opportunity Set (MVE/BVE), and Sales Growth gives significantly negative effect on dividend payout ratio. The other variables which is Institutional Ownership and Total Assets Turnover (TATO) are not significant to DPR. We suggest for investors in Indonesian Stock Exchange whose purpose to gain dividend should be pay attention for informations that issued by the company, because with those information they can make the best decision for their investments. On this research, Return On Equity (ROE) shows the most influencing variable toward DPR that pointed by the amount of beta standardized coefficients value 1.799; Debt to Total Asset (DTA) are 0.922; Current Ratio are 0.116; IOS (MVE/BVE) are -0.057 and Sales Growth are -0.325

Keywords: Institutional Ownership, Current Ratio, Debt to Total Asset (DTA), Return On Equity (ROE), Total Assets Turnover (TATO), Investment Opportunity Set (MVE/BVE), Sales Growth and Dividend Payout Ratio (DPR)