

ABSTRACT

AGUNG HERMAWAN HR/ 2000861201059/ FACULTY OF ECONOMICS / FINANCIAL MANAGEMENT / THE EFFECT OF RETURN ON ASSET, RETURN ON EQUITY AND COMPANY GROWTH ON DIVIDEND PAYOUT RATIO FROCESSED FOOD SUBSECTORS LISTED ON THE INDONESIA STOCK EXCHANGE FOR THE 2018-2022 PERIOD / ADVISORS 1. PROF. DR. HJ. ARNA SURYANI, SE, M.AK, AK, CA. 2. DR. MUFIDAH SE., M,SI.

Investors are generally divided into two, namely individual investors consisting of individuals who carry out investment activities and institutional investors consisting of institutions and companies that carry out investment activities. The return expected by investors in making their investments can be in the form of dividends and capital gains. The purpose of this study is to examine the effect of return on assets, return on equity and company growth on the dividend payout ratio in the processed food sector listed on the Indonesia Stock Exchange simultaneously and partially from 2018 to 2022.

This research technique uses a quantitative descriptive approach, and the Multiple Linear Regression analysis tool is useful in determining the relationship between independent variables and dependent variables. And SPSS version 25 is a tool used to analyze research data. The tests carried out are the F test for the hypothesis, the t test for the hypothesis, and the coefficient of determination (R²).

This industrial area is a company whose activities are engaged in the food and beverage sector for the needs of the community. There are 33 Processed Food sub-sector companies listed on the IDX for the 2018-2022 period. Of the 28 food and beverage sub-sector companies that distributed dividends to investors consecutively during the 2018-2022 period, only 12 companies. So the sample used in this study was 12 issuers. Based on the results of this study, simultaneously based on the F test, it is known that return on assets, return on equity and company growth have a significant effect on the dividend payout ratio in the food and beverage sector listed on the Indonesia Stock Exchange. Because the calculated F value is greater than the F table ($5.421 > 2.77$). And partially based on the t test, return on assets and return on equity have a significant effect on the dividend payout ratio because the calculated t is greater than the t table. The R Square value of 0.599 explains that the X ROA ROE and company growth variables affect the Y variable (DPR) by 0.525 or 52.50%.

Keywords: Return On Assets, Return On Equity, Company Growth, Deviden Payout Ratio