The Effect of Institutional Ownership and Capital Structure on Firm Value (Study on Construction and Building Sub-Sector Companies Listed on IDX 2014-2020)

ABSTRACTION

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This study aims to determine the effect of Profitability, Capital Structure, and Institutional Ownership Structure on Firm Value. Before investing, investors see how much the value of the company is, because the good and the bad of a company can be seen from the value of the company.

This type of research is a quantitative research. This study uses purposive sampling method as a sample selection method. The population of this study is the companyThe construction and building sub-sector listed on the Indonesia Stock Exchange in 2014-2020 amounted to 17 companies. Based on the criteria for determining the sample, there were 5 companies with an observation period of 6 years from 2014-2020. Hypothesis testing in this study uses multiple regression analysis techniques.

The results of this study indicate that profitability and capital structure affect firm value and institutional ownership structure does not affect firm value.

Keywords: Profitability, Structure Capital, Ownership Structure institutional, Score Company