



The 1ST UNICEB 2017

Garuda Plaza Hotel Medan, December 12th 2017



EFFECTS OF INSTITUTIONAL OWNERSHIP AND PROFITABILITY TO FIRM VALUE WITH THE CAPITAL STRUCTURE AS INTERVENING VARIABLE (EMPIRICAL STUDY AT COMPANY TOURISM INDUSTRY SECTOR LISTED IN INDONESIA STOCK EXCHANGE)

NGATEMIN

Faculty of Economics and Business
Universitas Sumatera Utara
Medan, Indonesia
ngngatemin@gmail.com

AZHAR MAKSUM

Faculty of Economics and Business
Universitas Sumatera Utara
Medan, Indonesia
azharmaksum16@yahoo.co.id

ERLINA

Faculty of Economics and Business
Universitas Sumatera Utara
Medan, Indonesia
erlinaroeli66@gmail.com

SIROJUZILAM

Faculty of Economics and Business
Universitas Sumatera Utara
Medan, Indonesia
sirojuzilam@gmail.com

ABSTRACT

This research aims to examine empirically the influence of institutional ownership and profitability to firm value through capital structure. Population in this research are tourism industrial sectors listed in the Indonesian Stock exchange which had been active since 2007- 2014 as many as 19 companies. The hypothesis examination uses regression analysis with the SPSS program. Results of the research show institutional ownership and profitability have significant effect to capital structure and firm value. But the capital structure has no significant effect to firm value. Path analysis test shows that the capital structure can be an intervening variable to mediate the relationship between institutional ownership with firm value, but the capital structure cannot be an intervening variable that mediates the relationship between profitability with firm value.

Keywords: institutional ownership, profitability, capital structure, firm value.