

CHAPTER V

CONCLUSIONS AND SUGGESTIONS

5.1. Conclusions

This study was conducted to determine and explain the effect of capital structure, dividend policy, company size on firm value in manufacturing companies on the Indonesia Stock Exchange (IDX) in 2021-2023. The companies sampled in this study amounted to 35 manufacturing companies listed on the IDX for the 2021-2023 period. The selected sample has met the predetermined criteria using purposive sampling method. Based on the results of the data analysis that has been carried out in chapter four, the researchers draw the following conclusions:

1. Capital Structure has a significant effect on firm value in manufacturing companies on the Indonesia Stock Exchange in 2021-2023.
2. Dividend Policy has a significant effect on firm value in manufacturing companies on the Indonesia Stock Exchange in 2021-2023.
3. Firm Size has a significant effect on firm value in manufacturing companies on the Indonesia Stock Exchange in 2021-2023.
4. Capital structure, dividend policy and firm size have a significant effect on firm value

5.2. Suggestions

Based on the research results and also the limitations contained in this study, the researcher provide suggestions for the development of future research related to the object of research, so that further research can provide maximum research results, thus the researcher provide the following suggestions:

1. The findings of this study highlight the importance of strategic financial management decisions in enhancing firm value. Manufacturing companies in Indonesia can leverage their capital structure, maintain robust dividend policies, and optimize their size to achieve higher market valuations. These insights can inform corporate financial strategies and investor decision-making in the Indonesian manufacturing sector
2. When considering an investment in a company, prospective and current investors should focus on the firm's financial health as well as its inherent worth, which is demonstrated by the price of its shares. A business that can generate prosperity for its shareholders is one with good corporate values. The company's value can offer shareholders the best possible prosperity if the share price rises. Because investors and potential investors essentially want to invest in businesses that have a low level of risk and offer maximum reward, they need to know this information in order to minimize risk in their investment.
3. In order to see more influence from many variables on company value, it is advised that future research extend the observation period, ranging from more than five years. Researchers propose to broaden the scope of this study by include additional relevant independent variables, such as debt policy and managerial ownership.