

ABSTRACT

The Effect of the Current Ratio, Return on Asset, Sales Growth, Debt to Equity Ratio on Dividend Payout Ratio (Study on Automobile and Components Subsector Companies Listed on the Indonesia Stock Exchange in 2018 - 2023)

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This study aims to examine the effect of the current ratio, return on assets, sales growth, and debt-to-equity ratio on the dividend payout ratio of automobile and components subsector companies listed on the Indonesia Stock Exchange (IDX) during the 2018-2023 period. The method used is quantitative with regression analysis, utilizing secondary data obtained from the financial reports of companies listed on the IDX (<https://www.idx.co.id/>) and the official websites of each company as the basis for sample selection and data collection. The study employs a purposive sampling technique. The data analysis method used in this research is panel data regression analysis using Eviews 12 software. The results of the study indicate that the current ratio, return on assets, and debt-to-equity ratio have a positive and significant effect on the dividend payout ratio, while sales growth does not have a significant effect on the dividend payout ratio. This research contributes to stakeholders' understanding of the factors influencing dividend policy in the automobile and components subsector companies.

Keywords: *Current Ratio, Return on Asset, Sales Growth, Debt to Equity Ratio and Dividend Payout Ratio*