

ABSTRACT

The Impact of Capital Acquisition and Structure on Stock Prices (Empirical Studies on Property, Real Estate, and Construction Companies For The Period 2012-2018)

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Many companies are competing to get the title of being the best company and trusted by the public. To achieve this goal, companies need the right strategy and a lot of resources to get big profits. The acquisition is believed to be the fastest implementation of cooperation in business development and can create synergies. Acquisitions can affect the capital structure because the acquisition requires large costs and productivity improvements. Capital structure is a measure of the company's ability to meet its long-term obligations. The stock price is an indicator of the overall strength of the company. If the shares of a company increase, then the company has made the right decision in making acquisitions and has a good capital structure. The purpose of this study was to examine the effect of acquisition and capital structure on stock prices and to determine the difference in stock prices before and after the acquisition. The research method used is the purposive sampling method. The results showed that the acquisition had a significant effect on stock prices by using a dummy variable test. While the capital structure as measured by the solvency ratio consisting of DAR (Debt to Asset Ratio) and DER (Debt to Equity Ratio) has no significant effect and there is no difference in stock prices before and after the acquisition after being tested using linear regression test and t-test.

DAR and DER also have no simultaneous significant effect on stock prices before and after acquisition. In conclusion, the acquisition can affect the stock while the capital structure can not affect the stock price both before and after the acquisition.

Keywords: Accounting, Acquisition, Capital Structure, Stock prices.

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