ABSTRACT

The Effect of Current Ratio, Debt to Equity Ratio, and Inventory Turnover on Profit Growth (Study of Automotive Subsector Companies Listed On Stock Exchange In 2017-2021)

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The study aims to obtain empirical evidence regarding the effect of the Current Ratio, Debt to Equity Ratio, and Inventory Turnover on Profit Growth in automotive subsector companies listed on the Indonesia stock exchange in 2017-2021. This study used a purposive sampling method in selecting samples to be studied and obtained 9 companies. Data analysis techniques used panel data regression techniques through statistical testing with Eviews software. Data form this study used secondary data taken from the official website of the Indonesia Stock Exchange (IDX) via www.idx.co.id and the websites of each company involved in the research.

The results of the research analysis show that the Current Ratio, Debt to Equity Ratio, and Inventory Turnover simultaneously or jointly affect profit growth and partially or respectively the Current Ratio, Debt to Equity Ratio, and Inventory Turnover have a significant effect on Profit Growth.

Keywords: Curent Ratio, Debt to Equity Ratio, Inventory Turnover, and Profit Growth.