

## ABSTRACT

### ***THE EFFECT OF PROFITABILITY, BUSINESS RISK, AND SALES GROWTH ON CAPITAL STRUCTURE***

***(Study on Property and Real estate Sector Companies Listed on the Indonesia Stock Exchange in 2018-2022)***

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*This study aims to analyze the effect of profitability, business risk, and sales growth on capital structure in property and real estate sector companies listed on the Indonesia Stock Exchange in the 2018-2022 period. This research is motivated by the importance of understanding the factors that influence corporate capital structure decisions in the dynamic property and real estate industry. The data used is secondary data obtained from the financial statements of companies listed on the Indonesia Stock Exchange during the 2018-2022 period. The analysis method used is panel data regression with E-views software. The results of this study indicate that profitability, business risk, and sales growth simultaneously or together affect the capital structure. Partially, profitability has a negative and significant effect on capital structure. While business risk and sales growth have no significant effect on capital structure.*

***Keywords:*** *Profitability, Business Risk, Sales Growth, Capital Structure, Property and Real estate Subsector, Indonesia Stock Exchange*