

Abstract

This research aims to determine the effect of profitability and company size on stock prices with capital structure as intervening variable. The research sample as many as 12 companies, were the method used is purposive sampling and research data used were 60 data. The analytical method used is the Structural Equation Modeling (SEM) method with Partial Least Square (PLS). The software used to process research data is SmartPLS 3.2.8. The results showed that profitability (ROA) had a significant negative effect on Capital Structure (DER). Company size (total assets) has no significant effect on Capital Structure (DER). Capital Structure (DER) has a significant negative effect on the stock price (closing price). Profitability (ROA) has no significant effect on stock prices (closing price). Company size (total assets) has a significant positive effect on stock prices (closing price). Capital Structure (DER) can mediate the effect of profitability (ROA) on stock prices (closing price).

Keywords: Profitability, Company Size, Capital Structure, Stock Price