The Effect of Managerial and Institutional Ownership, Company Size, Asset Structure to Debt Policy

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Abstract: Debt policy is a decision that can be influenced by the company to obtain funds from third parties. The research aims to investigate the effect of managerial ownership, institutional ownership, company size, and asset structure to debt policy in the period 2015-2017. The effect of institutional ownership on debt policy is positive, and the effect of managerial ownership on debt policy is negative. The influence of institutional ownership on debt policy is significant, while the influence of managerial ownership, company size, and asset structure on debt policy is not significant. The findings of the research are expected to be useful for managers in making decisions related to debt policy

1. INTRODUCTION

The ownership structure indicates the company's capital structure that required to finance their operational...