

*Undergraduate Thesis
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***FACTORS AFFECTING THE COST OF EQUITY OF COMPANIES LISTED
ON INDONESIA STOCK EXCHANGE***

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Abstract

The study tested the effect of foreign ownership, foreign institutional ownership, foreign individual ownership, board independence, board size, ROA, ROE, Leverage, firm size, conditional conservatism on cost of equity. Issuers listed on the Indonesia Stock Exchange from 2013-2017 based on this observation are 465 companies, equivalent to 2325 samples. The purposive sampling method is applied in this study. On the website www.idx.co.id publishes the company's financial statements openly based on the acquisition of data used. Samples taken are criteria owned by all types of companies that correspond to the measurements as per the required variables.

The results of this study explained that foreign ownership, board size, ROA, firm size has a significant positive on the cost of equity, board independence, ROE, leverage, conditional conservatism has a significant negative on the cost of equity. As for the variable of foreign institutional ownership and foreign individual ownership does not have a significant effect on the cost of equity.

Keywords: *Cost of Equity, foreign ownership, foreign institutional ownership, foreign individual ownership, board independence, board size, ROA, ROE, Leverage, firm size, conditional conservatism.*