Abstract

Dividend policy is a form of policy in which the company is able to set the proportion of profit received by the Company to be paid to investors in accordance with the number of shares owned. Each company has a different dividend policy on the amount of dividend payout. Dividend payout is considered important for investors, because In general the main purpose of investors in investing funds in the company is to find profit or return on investment, one of them in the form of dividend income

The purpose of this study is to determine the factors that affect the company in decision-making about dividend policy. Some of these factors is, institutional ownership, public ownership, debt policy, and company size. The population in this research is mining sub-sector company which listed in Indonesia Stock Exchange year 2012-2016. The sampling technique is a purposive sampling method which results for 17 company or 85 sample data.

The results of this study shows that the combination of variables ownership structure, debt policy and company size can explain or influenced the dependent variable that is dividend policy 9,32% while the remaining 90,68% influenced by other variables outside the research that is not included in this model. The result of partial test shows that variables of institutional ownership hae negative effect to dividend policy, while public ownership and debt policy have a positive effect on dividend policy, and company size has no effect on the dividend policy.

Keywords*: dividend policy, institutional ownership, public ownership, debt policy, company size*