

ABSTRACT

Competition between industries is getting tougher, so companies need to be created an innovation in order to continue to grow and develop. To realize the innovations needed funds. The funds can be obtained from external parties (investor). As an advantage is the investor will get the return from the funds invested. The cost of the company pay to return is called the cost of capital.

This study aims to provide an overview of how company size, asymmetry information and voluntary disclosure in mining industry companies listed on the Indonesian Stock Exchange (BEI) in the period 2011-2015 and determine the effect of company size, asymmetry information and voluntary disclosure on cost of capital.

The method used is descriptive verification method. The population of this study as many as 41 mining industry companies listed on the Stock Exchange in 2011-2015. The method of selecting the sample using purposive sampling method with a total of 13 companies that meet the criteria. Data analysis was performed the classical assumption and hypothesis testing with multiple linear regression.

Based on the findings that most of the mining industry company listing in BEI period 2011-2015 had an average size of the company amounted to 28,50, asymmetry information which have an average of 65,65, voluntary disclosure which has an average 0,8545, and cost of capital that has an average of 751069,2405. Partially asymmetry information did not affect the cost of capital, while size of the company and voluntary disclosure affect the cost of capital. And simultaneously the size of the company, asymmetry information and voluntary disclosure on the cost of capital that is equal to 37,8%.

Keywords: company size, asymmetry information, voluntary disclosure, cost of capital