

ABSTRACT

The purpose of this research was to examine the impact of intellectual capital on corporate financial performance. Independent variable used in this study is intellectual capital which measured by VAICTM., while dependent variable are financial performance which consist of Return on Asset, Return on Equity, Asset Turnover and Growth Revenue.

Data that used in this study is secondary data, financial reporting 2013 until 2015 which were obtained from the Hong Kong Stock Exchange. The population of this study are manufacturing companies that listed in the Hong Kong Stock Exchange for period of 2013-2015. Sample of this study are twenty companies. Samples were taken by purposive sampling with a sample selection criteria.

This result showed that Intellectual capital calculated using by VAICTM has positive and significant impact on Return and asset (ROA), Return on Equity (ROE), and asset Turnover (ATO). When intellectual capital of the company increase, the financial performance will increase. Thus, intellectual capital has impact on corporate financial performance.

Keywords: Intellectual capital, VAICTM , Return on Asset, Return on Equity, Asset Turnover, Manufacturing companies.