

UNIVERSITAS INTERNASIONAL BATAM

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**ANALYSIS OF THE EFFECT OF CORPORATE GOVERNANCE ON
FINANCIAL PERFORMANCE OF COMPANIES LISTED IN INDONESIA
STOCK EXCHANGE**

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Abstract

This study is conducted to determine the impact of firm characteristics and board characteristics on corporate social responsibility disclosure of companies listed in Indonesia Stock Exchange (IDX). Variables used in this study are firm size, firm age, leverage, profitability board size, board independence, women on board and board meeting.

This study used 526 companies listed on IDX in the period 2011-2015 as the sample. The sample was selected using purposive sampling method. The data used in this study is the annual report of listed companies on IDX. The data will be tested with multiple linear regression using statistics software.

The results of this study indicate that the size of the company, company age, board size and board independence can significantly influence the level of disclosure of financial performance. Company age and leverage can significantly affect the level of disclosure of financial performance. Other variables such as company size, managerial ownership and foreign ownership are not proven to be able to significantly influence the disclosure of financial performance.

Keywords: financial performance, Good Governance Corporate, characteristics of the board, characteristics of the company