

UNIVERSITAS INTERNASIONAL BATAM

*Undergraduate Thesis
Accounting Study Program
Odd Semester 2018/2019*

***ANALYSIS THE EFFECT GOOD CORPORATE GOVERNANCE
MECHANISM ON EARNINGS MANAGEMENT IN COMPANIES LISTED
ON INDONESIA STOCK EXCHANGE***

NPM: 1542034
Yanti
Abstract

This research aims to analyze some good corporate governance factors that impact on earnings management in companies listed on the Indonesia Stock Exchange. The good corporate governance's variables to be analyzed in this research namely board size, board independence, board meeting frequency, audit committee independence, audit committee meeting frequency, institutional ownership, managerial ownership and with the control variables namely return on assets.

Total companies that used as sample is 371 companies for the period 2013-2017 by using purposive sampling method. Software SPSS version 22.0 and Eviews Version 10 for windows are used to test in this research.

The conclusion of this research's result showed that board size and managerial ownership negatively significant on earnings management while institutional ownership and return on assets showed positively significant on earnings management. This result also showed that board independence, board meeting frequency and audit committee independence positively insignificant and audit committee meeting frequency negatively insignificant on earnings management.

Keywords: *Good Corporate Governance, Earnings Management.*