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**THE IMPACT OF IMPLEMENTATION INTERNATIONAL FINANCIAL
REPORTING STANDART (IFRS) ON EARNING MANAJEMENT IN
COMPANIES LISTED ON INDONESIA STOCK EXCHANGE**

NPM: 1542154
Debby Chynthia Valentin

Abstract

This study intends to determine whether International Financial Reporting Standards (IFRS) have an impact on earnings management in listed companies in Indonesia. Earnings management measured by modifying model Kothari et al. (2005) is used as dependent variable. The independent variable in this study is International Financial Reporting Standard (IFRS). The control variables are company size, leverage, growth, company operating cash flow, changes in ordinary shares, turnover, loss and auditor.

1328 observation data or equal to 255 listed non-financial companies in Indonesia for 6 consecutive years from 2009 to 2014 were used in this study. The sample is taken from annual reports published on the site www.idx.co.id and the company's official website. Data processing cycle starts from descriptive statistical test and outlier test using SPSS version 22 software followed by panel regression test and hypothesis test using Eviews10.

The results of this study indicate that implementation of IFRS, leverage, operating cash flow, turnover and loss show negative significant impact on earnings management. On the other hand, the results also indicate that growth and size show significant positive meanwhile EISSUE and auditor have no significant impact on earnings management.

Keywords: *IFRS, earnings management, financial accounting*