

Undergraduate Thesis
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**ANALYSIS OF THE EFFECT OF CORPORATE GOVERNANCE
AND POLITICAL CONNECTION ON ACCOUNTING CONSERVATISM**

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Abstract

This research was conducted to determine the effect of political connections and corporate governance on accounting conservatism in non-financial companies listed on the Indonesia Stock Exchange. Accounting conservatism was chosen as dependent variable while board size, board independent, audit committee, audit quality, managerial ownership, institutional ownership, and political connection as independent variable. Firm size, leverage, and market to book ratio as control variable in this research.

This research use 625 of data that is non financial companies in 2013 – 2017. The sample selection method used is the purposive sampling method. The software used in testing data is SPSS version 21 and E-views version 10. board size, board independen, audit committee, audit quality, managerial ownership, institutional ownership, political connection, firm size, and leverage has no significant on accounting conservatism. Market to book ratio has significant positive on accounting conservatism.

Keywords: Corporate governance, political connection, accounting conservatism