## **UNIVERSITAS INTERNATIONAL BATAM**

Undergraduate Thesis Accounting Study Program Even Semester 2018/2019

ANALYSIS OF THE INFLUENCE OF POLITICAL CONNECTIONS ON PERFORMANCE OF COMPANIES IN THAT COMPANY LISTED IN INDONESIA STOCK EXCHANGE

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## Abstract

This study of data has the objective of understanding the impact of political connections on the firm performance whose financial statements have been listed on the Indonesia Stock Exchange. The independent variable in this study uses political connections, and uses company size, leverage, growth, the board independence, the independence audit committee, and the auditor as the control variable.

The financial statement data obtained were 597 and used for 360 data research in the 2013-2017 period. The data is obtained in companies listed on the Indonesia Stock Exchange. Financial statement data in testing using the SPSS system version 24 and Eviews version 10.

The results of the analysis of this study have a significant positive effect on firm performance, namely growth and a significant negative effect on firm performance, namely on firm size, leverage, board independence. While there are a number of variables that are not significant to firm performance, namely, political connections, independence audit committee, and the auditor.

Keywords: political connections, firm performance.

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