

***INFLUENCE ANALYSIS OF CORPORATE GOVERNANCE OF
COMPANIES REGISTERED IN INDONESIA STOCK EXCHANGE ON
COMPANY VALUES***

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ABSTRACT

This research oriented in proving the effect of corporate governance of companies In Indonesia Stock Exchange (IDX) on company value. The dependent variable of this study was firm value using market-based measurements namely Tobin's Q while the independent variable used three approaches including the structure of the council directors (size, council directors education, meeting frequency, managerial ownership), the structure of the council of commissioners (size, proportion of commissioners independent, number of meetings) and audit committee structure (audit committee measurement).

The population in this study was nonfinancial companies on the Indonesia Stock Exchange during 2013-2018 with audited annual reports. There were 357 companies obtained as samples with secondary data acquisition using purposive sampling technique. Data testing utilized SPSS and Eviews programs to produce panel regression.

The test results prove that there is significant relationship between the directors' measurement, council directors' education, number of directors' meetings, managerial ownership of directors, commissioner's measurement, proportion of independent directors, and audit committees measurement to firm value. Another indication is that the council commissioners' meeting does not have significant effect on the value of the company.

Keywords: *governance, tobin's q, company values.*