

**THE EFFECT OF BOARD OF DIRECTOR CHARACTERISTIC
ON FINANCIAL PERFORMANCE MANUFACTURING
COMPANIES LISTED IN INDONESIA
STOCK EXCHANGE**



FINAL PROJECT

Prepared for to meet Requirements to Complete Research
Diploma IV Majoring in Public Sector Accounting
State of Polytechnic Sriwijaya

By:
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SAL SABILAH
061940512771

STATE OF POLYTECHNIC SRIWIJAYA
PALEMBANG
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KEMENTERIAN PENDIDIKAN, KEBUDAYAAN, RISET DAN TEKNOLOGI



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Palembang, 2023

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IMPLEMENTATION OF THESIS REVISION

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Hereby declare:

1. The thesis that I wrote with the title as mentioned above and its contents is the result of my own writing.
2. The thesis is not plagiarism or copying someone else's thesis.
3. If this thesis is found to be plagiarism or copying someone else's thesis, then I am willing to bear the consequences.

Thus, I have made this statement in truth for the information of interested parties

Palembang, 08 Oktober 2023

My Regards,



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MOTTO

"Karena sesungguhnya sesudah kesulitan itu ada kemudahan, sesungguhnya sesudah kesulitan itu ada kemudahan."

(Q.S Al Insyirah: 5-6)

"Dan janganlah kamu berputus asa dari rahmat Allah. Sesungguhnya tiada berputus dari rahmat Allah melainkan orang orang yang kufur."

(QS Yusuf: 87)

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I know in writing this report, researcher feels far for perfect due to limitations of the abilities and knowledge that the researcher possesses. Therefore, all constructive criticisms and suggestions are highly welcome by the researcher as improvements for the future. I am very grateful for the help and support they gave me. As a result, I can finish this research and make everything go smoothly. May Allah SWT reward the kindness and sincerity of all parties who have assisted me in completing this final project by bestowing His blessings and grace.

Palembang, 10 October 2023

Researcher

DEDICATION

This study is dedicated from my deepest heart to my beloved family, friends, classmates, and loved ones who have given me emotional and moral support, encouragement, and strength. Furthermore, I dedicated this research to my lecturer Dr. Siti Fatimah Mohd Kassim and AP Dr. Azam Abdelhakeem Khalid Ahmed and my supervisor AP Dr. Azam Abdelhakeem Khalid Ahmed and Madam Susi Ardriani, M. Si. Finally, I would like to thank the Almighty God for providing me with guidance, strength, mind power, protection, and healthy life. All of these, I offer to you.

ABSTRACT

The Effect Board of Director Characteristic on Financial Performance Manufacturing Companies Listed in Indonesia Stock Exchange

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The board of directors is responsible for managing the company with good faith and full responsibility, as well as personally for the company's losses arising from the negligence of the directors in carrying out their duties for the benefit of the company. This research concentrates on how the characteristics of the board of directors affect financial performance. Specifically, The analysis technique used in this research is multiple linear regression method this study aims to analyse the effect of the characteristics of the board of directors on the company's financial performance. The result shows that Board Characteristic has a significant positive relationship with on financial performance.

Keywords: Characteristics of the Board of Directors, Financial Performance, Board Size, Stock Exchange Indonesia

ABSTRACT

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Direksi bertanggung jawab mengelola perusahaan dengan itikad baik dan penuh tanggung jawab, serta secara pribadi atas kerugian perusahaan yang timbul karena kelalaian direksi dalam menjalankan tugasnya untuk kepentingan perusahaan. Penelitian ini berkonsentrasi pada bagaimana karakteristik dewan direksi mempengaruhi kinerja keuangan. Secara spesifik, teknik analisis yang digunakan dalam penelitian ini adalah metode regresi linier berganda. Penelitian ini bertujuan untuk menganalisis pengaruh karakteristik dewan direksi terhadap kinerja keuangan perusahaan. Hasil penelitian menunjukkan bahwa Board Characteristic mempunyai hubungan positif yang signifikan terhadap kinerja keuangan.

Keyword: Karakteristik Direksi, Kinerja Keuangan, Ukuran Dewan, Bursa Efek.

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