

**THE INFLUENCE OF CORPORATE GOVERNANCE TOWARD  
FINANCIAL PERFORMANCE IN INDONESIA**

**MINING INDUSTRY**



**SKRIPSI**

Disusun untuk Memenuhi Syarat Menyelesaikan Pendidikan Sarjana Terapan (D-IV)  
Akuntansi Sektor Publik pada Jurusan Akuntansi Politeknik Negeri Sriwijaya

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**PALEMBANG**

**2024**

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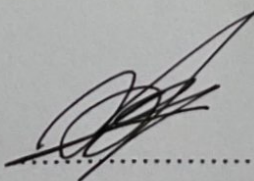


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Salsabila Farhanah Rizki

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# THE INFLUENCE OF CORPORATE GOVERNANCE TOWARD FINANCIAL PERFORMANCE IN INDONESIA MINING INDUSTRY

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## ABSTRACT

This study investigates the effect of good corporate governance on financial performance in the mining sector listed on the Indonesia Stock Exchange (IDX) from 2020 to 2022. This study was conducted to examine the relationship between Board Size, Independent Board and Audit Committee on financial performance (Return on Asset and Tobin's Q) in a company. The analysis used is Multiple Linear Analysis. The population in this study are companies in the mining industry listed on the Indonesia Stock Exchange (IDX) from 2020 to 2022. The objects in this study are 15 out of 56 companies in the mining industry listed on the Indonesia Stock Exchange (IDX) that publish their financial statements from 2020 to 2022 in United States Dollars (USD). In this study, the location chosen is the Indonesia Stock Exchange (IDX) through its official website, [www.idx.com](http://www.idx.com). The statistical analysis tool that will be used is SPSS 26.0 software. The findings of this study indicate that Board Size has a positive and insignificant effect on ROA. Independent Board has no effect and is insignificant to ROA. The Audit Committee has no effect but is significant to ROA. Board Size has no effect but is significant to Tobin's Q. Independent Board has an effect and is insignificant to Tobin's Q. and the Audit Committee has no effect but is significant to Tobin's Q. The existence of institutional investors can optimise the existence of institutional investors in the company.

**Keyword** : Board Size, Independent Board, Audit Committee, Return On Assets, and Tobin's Q.



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## LIST OF ABBREVIATIONS

<b>Abbreviation</b>	<b>Description of Abbreviation</b>
GCG	Good Corporate Governance
CG	Corporate Governance
BS	Board Size
IB	Independent Board
AC	Audit Committee
ROA	Return On Assets
FS	Firm Size
LG	Leverage

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