

ABSTRACT

All business activities basically will always faced. Uncertainty a variety of risks that are related with business. The handling of such risks for companies in insurance industry become a place for people, institutions and companies in other sectors in an effort to minimize the risk that they have. To be able to maximize its performance in implementing risk management insurance policy holders, the insurance company must first implement integrated risk management or enterprise risk management.

In this study, the independent variables are independent commissioners composition, risk management committee, and the size of the company. The dependent variable in this study is the implementation of enterprise risk management. This study aims to determine the effect of the independent commissioners composition, risk management committee, and the size of the company towards the implementation of enterprise risk management in the insurance industry sector companies listed on the Indonesia Stock Exchange in 2011-2015.

This study using purposive sampling techniques and sample selection acquired 9 companies with a period of 5 (five) years, so the total sample were used in this study as many as 45 samples. Model analysis of the data used in this research was logistic regression using SPSS 20 software.

The test result showed that simultaneous significant difference between the independent commissioners composition, risk management committee, and the size of the company towards the implementation of enterprise risk management. Based on the partial test, the independent commissioners composition and the size of the company has no effect on enterprise risk management implementation, and only risk management committee has positive effects on enterprise risk management implementation.

Keywords: independent commissioners composition, risk management committee, size of the company, and implementation of enterprise risk management.