

ABSTRACT

The disclosure policy of corporate social responsibility is often used as an opportunity for managers to conduct earnings management to attract investors. The value of roa, leverage and size of the company can be used by investors to determine the potential of indications of earnings management in a company and consider its decision to plant shares in the company. Therefore, the researcher examined the effect of disclosure of corporate social responsibility, return on assets, leverage and firm size.

This study aims to examine whether there are influences on the application of corporate social responsibility, return on assets, leverage and firm size to earnings management in mining sector companies listed on the Indonesia Stock Exchange in the period 2011-2017.

This study consisted of 112 samples in mining sector companies listed on the Indonesia Stock Exchange in the period 2011-2017. The sampling technique used was purposive sampling. The analytical method in this study is descriptive statistics and panel data regression with the help of Eviews 9.0 for Windows.

The results showed that simultaneous disclosure of corporate social responsibility, return on assets, leverage and firm size had a significant effect on earnings management. While partially corporate social responsibility does not affect earnings management, return on assets has an effect on earnings management, leverage does not affect earnings management and firm size does not affect earnings management.

Based on the results of this study, it is expected that further researchers can use different dependent and independent variables from this study. For investors, it is expected to be more careful in interpreting the company's performance, especially seen from the number of return on assets when they want to plant shares in the company. For companies, they are expected to always maintain and pay attention to the stability of profit every period so as not to trigger an increase in earnings management actions.

Keywords: Corporate social responsibility, Earnings Management, Return On Asset, Leverage, Firm Size