

ABSTRACT

This study aimed to examine the influence of profitability, managerial ownership, and companies size to earnings management in sector consumer goods companies listed on Indonesian stock exchange in 2012-2015.

The population in this study is a group in sector consumer goods companies listed on Indonesian stock exchange in 2012-2015. The samples were selected based on purposive sampling as many 12 companies. The data collected in secondary data with engineering documentation. Analytical techniques used panel data regression analysis of the data, which is a combination of time series data and cross section.

The result showed that: 1) Profitability is not significant on earning management, 2) Managerial ownership is not significant on earning management, 3) Companies size is not significant on earning management. Profitability, managerial ownership, and companies size simultaneously not significant effect on earning management with a level of significance.

Keyword: Profitability, Managerial Ownership, Companies Size, Earning Management