ABSTRACT

Financial performance is a guide in achieving the implementation of an activity in carrying out a company goal. Where the important goal of establishing a company is to optimize shareholder wealth through increasing corporate value. The company's financial performance is a description of the condition of a company's financial translation with a financial translation tool, so that it can be known to offend the financial condition of a company that shows work performance in a certain period.

This study aims to examine empirical evidence either simultaneously or partially the influence of Good Corporate Governance with the proxy of the board of directors, board of commissioners and institutional ownership, leverage on Financial Performance.

This study consisted of 134 samples of BUMS and BUMN sectors listed on the Indonesia Stock Exchange for the 2014-2017 period. The analytical model used in this study was panel data regression analysis using Software E-views 1.1.

The results of this study indicate that Good Corporate Governance with the proxy of the board of directors, board of commissioners, institutional ownership, leverage affects financial performance simultaneously. Partially, the board of directors has a positive effect on financial performance, commissioners and institutional ownership have no influence on financial performance while Leverage has a negative effect on financial performance.

For companies Suggestions for companies are expected to better implement GCG, for investors to pay more attention to GCG aspects as a consideration in making investments, and for further researchers to add variables and add research samples.

Keyword: *Good Corporate Governance, Leverage and Financial Perfomence*