

ABSTRACT

Conservatism is a controversial accounting concept, there is much controversy about the use of conservatism in the preparation of financial statements. In Indonesia, there are cases of failure to apply accounting conservatism in manufacturing companies, one of which is PT Tiga Pilar Sejahtera Food Tbk which made an error in presenting its financial statements. This error resulted in exaggerated profits in the year ended December 31, 2017. This indicates a failure in the application of accounting conservatism in manufacturing companies.

This study aims to analyze CFO attributes, namely CFO gender, CFO age, CFO education, CFO tenure, CFO compensation and accounting conservatism. In addition, it analyzes simultaneously and partially the effect of CFO attributes, namely CFO gender, CFO age, CFO education, CFO tenure, and CFO compensation on accounting conservatism in manufacturing companies listed on the Indonesia Stock Exchange in 2018-2021.

The population in this study are all manufacturing companies listed on the IDX in 2018-2021. The sample selection technique used purposive sampling and obtained 35 companies included with a period of 4 years so that 140 samples were observed. The analysis technique used in this study is multiple linear regression analysis using the SPSS version 25 application.

The results showed that the CFO attributes, namely CFO gender, CFO age, CFO education, CFO tenure, CFO compensation, had a simultaneous effect on accounting conservatism. Partially, CFO compensation has an effect on accounting conservatism, but CFO gender, CFO age, CFO education, CFO tenure have no effect on accounting conservatism.

Further researchers are advised to re-test the variables that do not support the research hypothesis, research objects and different years of observation. Investors are advised to be more careful in choosing manufacturing companies listed on the IDX. It is recommended for auditors to understand the application of accounting conservatism applied by a company and is expected to provide additional information for auditors in carrying out their audit activities.

Keywords: *Accounting Conservatism, CFO Attributes, CFO Gender, CFO Age, CFO Education, CFO Tenure, CFO Compensation*