

ABSTRACT

Carbon emission disclosure is one of the practices of corporate environmental performance accountability to stakeholders that reflects the company has Good Corporate Governance. Carbon emission disclosure includes information on climate change strategies and the quantity of carbon emissions produced by the company as a step towards realizing global Net Zero Emission (NZE). Carbon emission disclosure is carried out as a form of global commitment to the Convention on Climate Change and the Kyoto Protocol. Carbon emission disclosure by the company, reflects its compliance with government regulations by Financial Services Authority Regulation Number 51/POJK.03/2017 regarding environmental disclosures in sustainability reports. However, there are still companies that do not have awareness in addressing their carbon issues by not being transparent or not mitigating carbon to the fullest extent so that they do not disclose complete disclosure of aspects of their carbon emission information.

This study aims to determine the factors that influence the carbon emission disclosure, namely company size, shareholder pressure, leverage, and cost leadership. Researchers conducted data analysis techniques using descriptive statistical analysis and panel data regression with Eviews 12 software technology. The research object used, namely public companies in the energy, raw materials, and primary consumer sectors listed on the Indonesia Stock Exchange (IDX) for the period 2019-2022. Researchers used secondary data with a purposive sampling technique and obtained 38 companies or 152 observation data as research samples.

The results showed that company size and cost leadership have a positive effect on carbon emissions disclosure. Besides that, leverage has a negative effect on carbon emissions disclosure. The novelty in this study is the use of cost leadership as a determinant of carbon emission disclosure which has not been done by previous researchers.

This research is expected to be a reference for further researchers and can be researched with expansion of sample and variables on other company objects.

Keywords: *carbon emission disclosure, company size, cost leadership, leverage, and shareholder pressure*