ABSTRACT

Climate change caused by increasing carbon emissions has become an issue that has received major attention at the global level due to the demand for immediate action. Corporate transparency and accountability are crucial for the public, especially stakeholders, to assess the company's performance and commitment to environmental aspects. Carbon Emission Disclosure is one form of corporate transparency towards environmental responsibility. The increasing attention of the public and investors to sustainability issues encourages companies to be more open in conveying their carbon emissions.

This study aims to examine the effect of profitability and firm value on carbon emission disclosure with the control variables firm size, liquidity, and leverage in companies listed on the ESGQKEHATI Index for the 2021-2024 period.

The population in this study are companies listed on the ESGQKEHATI index for the 2021-2024 period. Sample determination was carried out using purposive sampling method. Based on the predetermined criteria, 15 companies were obtained as samples, so that the total observation data used in this study amounted to 60 data from the 4-year research period. The analysis technique used in this research is descriptive statistical analysis and panel data regression analysis using E-Views 12 software.

The results show that profitability and firm value simultaneously affect carbon emission disclosure. Partially, profitability has a significant positive effect on carbon emission disclosure, while firm value has no effect on carbon emission disclosure.

This research can contribute to be used as a reference and reference for further research in understanding the disclosure of carbon emissions and the various factors that influence it in companies listed on the ESGQKEHATI Index. Theoretically and practically, it is recommended for future researchers to examine other research objects using ESG-based stock indices and examine other variables outside of this study. For companies, it is expected to continue to increase the level of profitability as a basis for supporting higher Carbon Emission Disclosure. For investors, it is recommended to pay more attention to the company's profitability level as an additional indicator in evaluating the company's commitment to carbon emission disclosure. And for the government, it is expected to be an additional reference in formulating and strengthening policies related to corporate carbon emission reporting.

Keywords**:** *Carbon Emission Disclosure, Profitability, Firm Value.*