

## **ABSTRACT**

This study investigates the relationship between audit committee effectiveness and audit quality on earnings quality through Enterprise Risk Management (ERM) disclosure. The dependent variable used is earnings quality. At the same time, the effectiveness of the audit committee and audit quality are operated as independent variables. Furthermore, this study uses Enterprise Risk Management (ERM) disclosure as a mediating variable.

The sample of this study consisted of companies that were consistently listed on the Kompas100 Index in 2018-2019. The data used in this research is secondary data. Thus, the sample is taken based on the criteria set by the author. In addition, multiple linear regression analysis techniques and path analysis were used to test the hypothesis.

Empirical results in this study indicate that the effectiveness of the audit committee and audit quality affect earnings quality. In addition, ERM disclosure does not affect earnings quality. However, this study found that audit committee effectiveness and audit quality had a significant positive effect on ERM disclosure. This study also did not see ERM disclosure as a mediator of audit committee effectiveness and audit quality on earnings quality.

Keywords: audit committee effectiveness, audit quality, Enterprise Risk Management (ERM) disclosure, earnings quality