

ABSTRACT

The aim of this study is to examine the effect of profitability, auditor reputation, underwriter reputation, and size firm on the underpricing of IPO shares companies that moderated by board of commissioners

This study uses secondary data obtained from the Indonesia Stock Exchange (IDX). The population in this study consists of all IPO firm in Indonesia Stock Exchange on the period 2017 – 2019. Sample determined use purposive sampling with certain criteria, so that the sample in this research is 109 companies. This research used Structural Equation Model – Partial Least Square (SEM-PLS) by SmartPLS 3.0 software.

The result of this study show that profitability, auditor reputation, underwriter reputation, and firm size had no significant effect on the level of underpricing IPOs. Different with variable board of commissiners that had significant effect on the level of underpricing IPOs but the board of commissioners can be moderated the effect of profitability, auditor reputation, underwriter reputation, and firm size to the level of underpricing.

Keywords : *Underpricing, profitability, auditor reputation, underwriter reputation, firm size, and board of commissioners.*