ABSTRACT

This study aims to analyze the effect of good corporate governance on banking companies' performance on the Indonesia Stock Exchange during the Covid-19 pandemic. The study's dependent variable is the company's performance as proxied by Return on Assets (ROA) and Return on Equity (ROE). Meanwhile, the study's independent variables are the board of commissioners, the board of directors, the audit committee, and managerial ownership.

The population of this research is banking companies listed on the Indonesia Stock Exchange in 2020-2021. Data from the companies' annual reports in these periods and the Bloomberg database are secondary. Sample selection used a purposive sampling method and got a final sample of 38. The multiple linear regression methods analyzed data.

The results of the study prove that the variables of the board of commissioners, board of directors, audit committee, and managerial ownership have no significant effect on ROA. Then the results showed that the audit committee significantly and positively affects ROE; meanwhile, the board of commissioners, board of directors, and managerial ownership have no significant effect. This finding implies that just the audit committee affects the return on Equity. It means that the existence of the audit committee will signal positively to investors and impact Return on Equity.

Keywords: Good Corporate Governance, Banking Company Performance, COVID-19 Pandemic, Board of Commissioners, Board of Directors, Audit Committee, Managerial Ownership, ROA, ROE