

ABSTRACT

This study aims to examine the effect of corporate governance on company value in manufacturing sector companies listed on the Indonesia Stock Exchange (IDX) in 2017-2019. In addition, this study also examines whether there is an influence of enterprise risk management as a mediating variable in the relationship between corporate governance and company value.

The population in this study are manufacturing companies listed on the Indonesia Stock Exchange (IDX) in 2017-2019. The sampling method used was purposive which ultimately obtained 435 samples. The analytical tool used in this research is structural equation modeling (SEM) - PLS (Partial Least Square).

The test results show that corporate governance which includes the number of board of commissioners meetings has no effect on company value and the financial expertise of the risk management committee shows a positive influence on company value. Indirect testing shows that enterprise risk management affects the relationship between the board of commissioners' meetings and the financial expertise of the board of commissioners on company value. enterprise risk management mediates corporate governance with corporate values.

Keywords: company value, corporate governance, board of commissioners meetings, risk management committee financial expertise, and enterprise risk management.