

ABSTRACT

Corporate governance has become a popular topic internationally. Cases of financial scandals that hit the world's largest companies, including Indonesia, have increased the interest in knowledge about the relationship between corporate governance and the performance of financial companies because of their importance for the health of companies and society in general. This study aims to determine the relationship between corporate governance, institutional ownership, managerial ownership, foreign ownership and company characteristics, namely company size and capital intensity on the performance of financial companies in Indonesia.

This study uses a population of manufacturing companies listed on the Indonesia Stock Exchange during 2017-2019. Sampling using purposive sampling technique. The sample used in this study is a manufacturing company that has annual reports available in 2017-2019. The number of samples is 428 companies. Hypothesis testing uses the Multiple Linear Regression Analysis Technique and the performance of financial companies is measured using Tobin's Q.

The results of this study indicate that corporate governance has a positive influence on financial performance. Institutional ownership has a positive and significant effect, managerial ownership has a positive and insignificant effect, and foreign ownership has a positive and significant effect. The characteristics of the company, company size produces positive and significant results while capital intensity produces negative results on the company's financial performance.

Keywords: Corporate Governance, institutional ownership, managerial ownership, foreign ownership, company size, and capital intensity.