

## TABLE OF CONTENTS

<b>TITLE PAGE .....</b>	<b>i</b>
<b>THESIS APPROVAL .....</b>	<b>ii</b>
<b>THESIS EXAMINATION APPROVAL .....</b>	<b>iii</b>
<b>STATEMENT OF ORIGINALITY THESIS.....</b>	<b>iv</b>
<b>ABSTRACT .....</b>	<b>v</b>
<b>ABSTRAK.....</b>	<b>vi</b>
<b>ACKNOWLEDGEMENT.....</b>	<b>vii</b>
<b>TABLE OF CONTENTS.....</b>	<b>xi</b>
<b>LIST OF TABLES .....</b>	<b>xiii</b>
<b>LIST OF FIGURES .....</b>	<b>xiv</b>
<b>LIST OF APPENDIXS .....</b>	<b>xv</b>
<b>CHAPTER I INTRODUCTION.....</b>	<b>1</b>
1.1    Background Problem .....	1
1.2    Problem Formulation .....	6
1.3    Research Objectives.....	7
1.4    Research Contributions.....	7
1.4.1    To the Literature.....	7
1.4.2    To the Practice .....	8
1.5    Thesis Outline .....	8
<b>CHAPTER II LITERATURE REVIEW.....</b>	<b>11</b>
2.1    Underlying Theories .....	11
2.1.1    Agency Theory.....	11
2.1.2    Expected Credit Loss .....	14
2.1.3    Good Corporate Governance .....	17
2.1.4    Financial Reporting Quality (FRQ) .....	19
2.1.5    Prior Researches.....	22
2.2    Theoretical Framework.....	29
2.3    Hypotheses Development .....	30
2.3.1    Expected Credit Loss with Financial Reporting Quality .....	30
2.3.2    The Moderating Effect of Good Corporate Governance on Expected Credit Loss and Financial Reporting Quality .....	32

<b>CHAPTER III RESEARCH METHODOLOGY .....</b>	<b>34</b>
3.1    Operational Variable Definition and Measurement .....	34
3.1.1    Dependent Variable.....	34
3.1.2    Independent Variables.....	35
3.1.3    Moderating Variable .....	35
3.1.4    Control Variables .....	36
3.2    Population and Sample.....	38
3.3    Data Source.....	38
3.4    Data Collection Method.....	39
3.5    Method Analysis .....	39
3.5.1    Descriptive Statistic .....	39
3.5.2    Classic Assumption Test.....	40
3.5.3    Statistical Hypothesis Testing .....	41
3.5.4    Regression Analysis.....	43
<b>CHAPTER IV DATA ANALYSIS AND DISCUSSION .....</b>	<b>45</b>
4.1    Description of the Research Object .....	45
4.2    Data Analysis .....	46
4.2.1    Descriptive Statistic Analysis .....	47
4.2.2    Classical Assumption.....	49
4.2.3    Hypothesis Test Analysis.....	55
4.3    Interpretation of Results (Discussion).....	61
4.3.1    Expected Credit Loss positively affects Financial Reporting Quality (FRQ) 61	
4.3.2    Audit Committee Financial Expertise moderates the Relationship between Expected Credit Loss and Financial Reporting Quality (FRQ) .....	64
<b>CHAPTER V CONCLUSION AND SUGGESTIONS.....</b>	<b>67</b>
5.1    Conclusions.....	67
5.2    Limitation.....	68
5.3    Suggestions .....	68
<b>REFERENCES.....</b>	<b>69</b>
<b>APPENDIX.....</b>	<b>73</b>