

ABSTRACT

This research aims to examine the influence of ESG Disclosure on Firm's Performance. The variables used in this research are ESG Disclosure as an independent variable; operational performance, financial performance & market performance as dependent variables; and leverage & firm size as control variables.

This research uses sample of manufacturing and banking companies listed on the Indonesia Stock Exchange in 2019-2021. The sampling technique that is used in this research is purposive sampling with a certain criteria to obtain a sample of 150 samples. The data analysis method used Partial Least Square (PLS) with WrapPLS software version 8.0 as a supporting application.

The research results shows that ESG Disclosure has a significant positive influence on operational performance, financial performance and market performance in manufacturing companies. Meanwhile, in banking companies, ESG Disclosure has a significant negative influence on operational performance and financial performance, but a significant positive influence on market performance.

Keywords: ESG Score, ESG Disclosure, Operational Performance, Financial Performance, Market Performance