

ABSTRACT

The goal of this study is to examine the moderation impact of sustainability reporting on the relationship between Enterprise Risk Management (ERM) and firm performance. Measurement of ERM variable in this study used 25 index components which developed from five dimensions of ISO 31000. This study also used firm size, profitability, and leverage as control variables.

The population in this study comes from all public companies in the mining, manufacturing, and agricultural sectors listed on the Indonesia Stock Exchange from 2017 to 2019. Samples were taken using purposive sampling method with 23 companies and total 69 observations.

Hypothesis testing in this study uses multiple linear regression analysis and moderated regression analysis. The result from this study shows that ERM doesn't significantly affect improving firm performance, which is measured with Economic Value Added (EVA), and sustainability reporting isn't proven to moderate the relationship between those two.

Keywords: Enterprise Risk Management, ERM, Economic Value Added, EVA, firm performance, sustainability reporting