ABSTRACT

This study aims to examine and analyze the influence of Corporate Governance mechanisms on firm value. Firm value is measured using PER and MTBV, while Corporate Governance mechanisms are determined by the variables of board size, board independence, gender diversity of the board, concentrated ownership, and managerial ownership.

The sample of this study consists of banking companies listed on the Indonesia Stock Exchange for the period 2019-2022. The total sample includes companies selected through purposive sampling. The analysis method used in this study is multiple regression.

Agency theory promotes the concept of corporate governance in company business management, with corporate governance expected to minimize conflicts through oversight of agent performance. The results of this study indicate that corporate governance affects firm value, with firm size, firm age, and leverage as control variables.

Keywords: Corporate Governance, Firm Value, Leverage, Firm Age, Firm Size