

ABSTRACT

This study aims to analyze the impact of environmental, social, and governance (ESG) disclosures on the financial performance of companies in the manufacturing sector listed on the Indonesia Stock Exchange for the period 2020-2022. With increasing attention to sustainability issues, this research explores how ESG elements—namely environmental, social, and governance—affect the financial performance of companies as measured by ROA.

The research methodology employed is multiple linear regression analysis using IBM SPSS 26 software. Secondary data was obtained from the Bloomberg database and official company websites. The study sample consists of 99 manufacturing companies selected using purposive sampling. Financial performance was measured using the ROA indicator, while ESG disclosure was assessed using ESG disclosure scores sourced from the Bloomberg database.

The results indicate a varied impact of ESG disclosures on the financial performance of companies. Environmental disclosure was found to significantly contribute to an increase in ROA, whereas social and governance disclosures did not show a significant impact. These findings suggest that environmental aspects play an important role in enhancing a company's financial performance, while social and governance aspects may require more time to manifest their tangible effects.

Keywords: *Environmental Disclosure, Social Disclosure, Governance Disclosure, Financial Performance.*