

ABSTRACT

This study aims to examine the effect of corporate governance characteristics on Integrated Reporting Quality (IRQ). The dependent variable in this study is IRQ, while the independent variables in this study are board size, board activity, board gender, audit committee independence, audit committee size, audit committee activity, audit committee gender, and audit committee financial expertise. This study also takes into account the effect of leverage and audit quality used as control variables.

This study uses secondary data sourced from the Integrated Report of companies included in the FTSE Bursa Malaysia Top 100 Index Year 2022-2023. By applying the purposive sampling method, a sample of 119 Integrated Reports released by 70 companies was obtained. Data analysis in this study was carried out using multiple linear regression methods.

This study found that board activity and audit committee gender have a positive and significant influence on IRQ. Meanwhile, board size, board gender, audit committee independence, audit committee size, audit committee activity, and audit committee financial expertise do not have a significant effect on IRQ. Nevertheless, this study has limitations in the form of IRQ measurement that only includes two content elements and two principles covered in the IIRF, as well as subjectivity in IRQ assessment due to the lack of examples of high-quality Integrated Report.

Keywords: Integrated Report, Integrated Reporting Quality, corporate governance characteristics, corporate governance, board characteristics, audit committee characteristics.