

ABSTRACT

This study aims to identify and examine the effect of voluntary disclosure of risk management on firm value in the consumer non-cyclicals sector listed on the Indonesia Stock Exchange (IDX) in 2022. Additionally, this study aims to investigate voluntary corporate disclosures that are expected to reduce information asymmetry for investors and potential investors in making investment decisions. The underlying theory of this research is signalling theory. Based on this theory, it can be seen that companies with high firm value have more disclosures. This study has a population of companies in the consumer cyclicals sector listed on the IDX in 2021 with a sample of 102 companies out of 113 companies as the population. The data analysis method used in this research is multiple regression analysis.

This study shows results that voluntary disclosure of empowerment risk management has a positive and significant effect on firm value. Voluntary disclosure of integrity management risk and information technology management risk has a positive but insignificant effect on firm value. Meanwhile, voluntary disclosure of operational risk management and strategic risk management has a negative and significant effect on firm value.

Keywords: Voluntary Disclosure, Non-Financial Risk Management, Firm Value, Consumer Cyclicals Sector