ABSTRACT

This study aims to examine the effect of corporate governance and leverage on company performance. Corporate governance is divided to the board size, board independent, and share ownership by the manager, and also leverage as an independent variable, while the company's performance is measured by the Return On Assets ratio, besides that the size of the company and the age of the company are used as control variables.

This study uses secondary data with a population of 215 infrastructure and transportation companies listed on the Indonesia Stock Exchange in the 2013-2017 period. The purposive sampling method obtained 43 companies from the infrastructure and transportation sectors that were consistent in the company's performance during the study period. The analytical method used in this study is multiple linear regression.

The results of this study research shows that board independence, managerial ownership and leverage have a significant positive effect on the performance of the company, but board size has no significant on company performance.

Keywords: company performance, board size, board independence, managerial ownership, leverage