

ABSTRACT

This study aims to examine the effect of Environmental, Social, and Governance (ESG) performance, the implementation of the Global Reporting Initiative (GRI) framework, and ESG assurance on the quality of ESG disclosure among non-financial companies listed on the Indonesia Stock Exchange. The study seeks to determine whether substantive sustainability performance and supporting reporting and assurance mechanisms enhance the transparency and quality of ESG disclosure.

This research employs secondary data obtained from annual reports and sustainability reports of non-financial firms during the 2022–2023 period. The sample was selected using purposive sampling criteria. Data analysis was conducted using multiple linear regression with a pooled Ordinary Least Squares (OLS) approach to examine the relationships between the independent variables and ESG disclosure quality as the dependent variable.

The findings indicate that ESG performance has a positive and significant effect on ESG disclosure quality. The adoption of the GRI framework and the presence of ESG assurance also significantly improve the quality of ESG disclosure. Furthermore, firm size shows a positive and significant effect, while leverage does not have a significant impact. These results suggest that ESG disclosure quality is primarily driven by substantive sustainability performance and governance-supporting mechanisms rather than financial structure factors.

Keywords: ESG Performance, GRI Framework, ESG Assurance, ESG Disclosure Quality, Indonesia Stock Exchange.

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