

ABSTRACT

This study examines the effect of good corporate governance, growth, leverage, and firm size on firm value by using firm performance as intervening variable. The purpose of this study is to find empirical evidence of (a) the influence of good corporate governance on firm performance, (b) growth on firm performance, (c) leverage on firm performance, (d) firm size on firm performance, (e) firm performance on firm value, and (f) the influence of firm performance as intervening variable.

Firm performance is measured by using ROA and firm value is measured by using Tobins'Q. The population of this research is a registered companies in the CGPI ranking by IICG in 2009-2015. Sampling was conducted using purposive sampling and there are 31 companies that qualified as a sample. This research use linear regression by using Ordinary Least Square method to know the influence of independent variable consist of CGPI, growth, leverage, and firm size to firm value by using firm performance as intervening variable.

The result of the research shows that CGPI variable has a significant positive effect on company performance, firm growth variable has positive effect not significant to firm performance, leverage variable has negative significant effect, and firm size variable has negative and insignificant effect, and firm performance is only able to mediate the relationship between CGPI and leverage to firm value. Thus, only CGPI and leverage have an indirect effect on firm value of CGPI rating companies listed on the BEI in 2009-2015.

Keyword: Good Corporate Governance, Growth, Leverage, Firm Size, ROA, Tobins Q