

## ABSTRACT

*This study aims to test the effect of audit committee, external auditor, frequency of audit committee meetings, frequency of board commissioners meetings and institutional ownership of earnings as dependent variable.*

*Type of data used in this study is secondary data. The population of the study is all manufacture companies listed in Indonesia Stock Exchange. To collect the sample, the writer employed purposive sampling method and applied criteria listed in Indonesia Stock Exchange, reported annually subsequently from 2012-2014 in Indonesia Stock Exchange. There was audit committee, external auditor, frequency of audit committee meetings, frequency of board commissioners meetings and institutional ownership variable in financial report.*

*The result of this study shows that audit committee and audit committee effectiveness significantly influenced the earnings management activities. Meanwhile, external auditor, board commissioners effectiveness and institutional ownership did not influence earnings management activities in manufacture companies in Indonesia from 2012-2014.*

*Key words : earnings management, audit committee, external auditor, frequency of audit committee meetings, frequency of board commissioners meetings and institutional ownership*