

ABSTRACT

This study aims to analyze the factors influencing the disclosure of intellectual capital (IC) information in the initial public offering (IPO) prospectuses in Indonesia. The analysis used independent variables of board size, board independence, board diversity, size, age, leverage, underwriter, auditor and offering stock. The dependent variable is intellectual capital (IC) disclosure index in IPO prospectuses.

*The study population is companies that IPO in Bursa Efek Indonesia (BEI/ Indonesia Exchange Stock) between 2008 and 2011. The sample used in this research was the secondary data from Bursa Efek Indonesia (BEI/ Indonesia Exchange Stock), i.e. the prospectus of IPO company between 2008 and 2011. The sample was taken using the method of purposive sampling, and those meeting the selection criteria were also taken. The sample used was of 72 companies. The statistical method used was multiple linear regression, with hypothesis testing of statistical *t* and *F* tests. The extent of the intellectual capital (IC) disclosure index is quantified using content analysis methodology.*

The results provide evidence that board size, and auditor significantly influence the extent of IC disclosure in an IPO prospectus. Nonetheless, six variables, board independence, board diversity, size, age, leverage, underwriter and offering stock were not significant to the intellectual capital disclosure in an IPO prospectus.

Keywords: intellectual capital, intellectual capital disclosure, initial public offering, prospectus.