

TABLE OF CONTENTS

	Page
TITLE PAGE	i
THESIS APPROVAL	ii
SUBMISSION	iii
CERTIFICATE OF ORIGINALITY	iv
MOTTO AND DEDICATION	v
ACKNOWLEDGEMENT	vi
ABSTRACT	ix
ABSTRAK	x
TABLE OF CONTENTS	xi
LIST OF TABLES	xv
LIST OF FIGURES	xvi
LIST OF APPENDIX	xvii
CHAPTER I INTRODUCTION	1
1.1 Background	1
1.2 Problem Formulation	6
1.3 Objectives and Purposes	7
1.3.1 Research Objectives	7
1.3.2 Research Purposes.....	8
1.4 Structure of Thesis	9
CHAPTER II LITERATURE REVIEW	10
2.1 Underlying Theories and The Previous Research	10
2.1.1 Agency Theory	10

2.1.2 Legitimacy Theory	11
2.1.3 Stakeholder Theory	13
2.1.4 Environmental Disclosure	14
2.1.5 Corporate Governance	16
2.1.5.1 Corporate Governance Definition	16
2.1.5.2 Corporate Governance Structure	18
2.1.5.2.1 Board of Independent Commissioners	18
2.1.5.2.2 Institutional Ownership	18
2.1.5.2.3 Board of Commissioners Size	19
2.1.5.2.4 Women Directors on Board	20
2.1.5.3 Firm Characteristic	20
2.1.5.3.1 Firm Size	20
2.1.5.3.2 Profitability	21
2.1.5.3.3 Industry Type	21
2.2 Previous Research	22
2.3 Theoretical Framework	25
2.4 Hypothesis Development	26
CHAPTER III RESEARCH METHOD	33
3.1 Research Variables and Operational Definition	33
3.1.1 Dependent Variable	33
3.1.2 Independent Variables	34
3.1.2.1 Board of Independent Commissioners	34
3.1.2.2 Institutional Ownership	34

3.1.2.3 Board of Commissioners Size.....	35
3.1.2.4 Proportion of Women Directors.....	35
3.1.2.5 Firm Size	35
3.1.2.6 Profitability	35
3.1.2.7 Industry Type	36
3.2 Population and Sample Determination	37
3.3 Types and Sources of Data.....	38
3.4 Data Collection Method	38
3.5 Analysis Method	39
3.5.1 Descriptive Analysis	39
3.5.2 Analysis of Covariance (ANCOVA) Test	39
3.5.2.1 Normality	40
3.5.2.2 Homogeneity.....	40
3.5.2.3 Hypothesis Test Using ANCOVA	41
CHAPTER IV RESULT AND ANALYSIS.....	42
4.1 Description of Object	42
4.2 Data Analysis	42
4.2.1 Descriptive Statistic	42
4.2.2 Analysis of Covariance (ANCOVA) Test	45
4.2.2.1 Normality	45
4.2.2.2 Homogeneity.....	46
4.2.3 Hypothesis Test.....	47
4.2.3.1 Result of ANCOVA Test	48

4.2.3.2 Result of Hypothesis Test	49
4.2.4 Discussion	48
CHAPTER V CONCLUSION	58
5.1 Conclusion	58
5.2 Limitations of Study.....	59
5.3 Suggestion for Future Study.....	59
BIBLIOGRAPY	61
APPENDIX	64