

ABSTRAK

This study aims to analyze the effect of corporate diversification strategy , audit committee on earning management in Indonesian public company periode 2016 – 2018. Earning management measured by discretionary accrual, which is counted using Modified Jones model ,diversification strategy measured by company segment reffering to JASICA (Jakarta Stock Industrial Classification Index), audit committe expertise measured by dividing the number of audit committee with expertise in economic and finance by the total number of audit committe.

The sample used in this study is non financial that have been listed on Indonesian stock exchange,there are 100 company used. This study used documentary method from annual reports of the companies obtained from indonesian stock exchange website idx.co.id . the analysis method of this research using multiple regression.

The reslut of this study indicate that : 1) corporate diversification strategy has significant positive effect on earning management, 2) The expertise of the audit committee has a significant negative effect on earning management

Kata Kunci : *Diversification strategy, Committe audit expertise dan earning management.*