

ABSTRACT

Accounting conservatism is interpreted as a careful reaction in the face of uncertainty inherent in the company to try to ensure that uncertainty and risk in the business environment are sufficiently considered. These things are implied by recognizing costs or losses that may occur, but not immediately recognizing income or profits even though it is likely to occur.

In this research the independent variables are leverage, firm size, managerial ownership, capital intensity, and board of commissioner size, the independent variables in this research is accounting conservatism. This study aims to determine the effect of variable independent leverage, firm size, managerial ownership, capital intensity, and board of commissioner size on the condition of accounting conservatism in the mining companies that listed on Indonesia Stock Exchange.

The population of this research are all the mining companies that listed on Indonesia Stock Exchange period 2014-2017. The sample selection technique uses the purposive sampling and obtained 30 companies with the 4 years period, so it has 120 sample to be observed. The analysis technique used in this research is panel analysis regression using Eviews 9.0 application.

The result shows that leverage, managerial ownership, capital intensity, and board of commissioner size simultaneously have a significant effect on accounting conservatism. Partially, managerial ownership has negative significant effect on accounting conservatism, capital intensity has positive significant effect on accounting conservatism. Leverage, firm size, and board of commissioner size has no effect on accounting conservatism. For investors who want to invest on the companies that applied the accounting conservatism principal in their financial reporting, they can choose companies that have a low managerial ownership and companies that have a high capital intensity ratio.

Keywords: *Leverage, Firm Size, Managerial Ownership, Capital Intensity, Board of Commissioner Size, and Accounting Conservatism*