

ABSTRACT

This study aims to analyze the effect of good corporate governance, profitability, and leverage on earnings management in property companies and real estate for the period 2014 to 2018 both partially and simultaneously. Good corporate governance is measured by the proportion of independent commissioners and the independence of the audit committee. Profitability is measured by return on assets (ROA) while leverage is measured by debt to equity ratio. This research uses the company's financial statements in 2014 to 2018

Based on the test results statistically shows that the proportion of independent commissioners, audit committee independence, profitability, and leverage simultaneously have a significant influence on earnings management by 19.74%. However, the proportion of independent directors partially does not significantly influence earnings management, does not the independence of the audit committee partially affect the earnings management. And, profitability has a positive effect on earnings management, it shows a direct relationship between profitability and earnings management, and also leverage has a partially significant effect on earnings management.

Keywords: Good corporate governance, Proportion of Independent Commissioners, Independence of Audit committees, Profitability, Leverage.