

ABSTRACT

Sustainability Report is defined as a tool to meet the obligations of the company that reports its performance in three aspects, social, economic, and environmental. In Indonesia, sustainability reports are still voluntary. At least, only 9% of publish sustainability reports from listing companies on the Indonesia Stock Exchange (IDX).

This study aims to determine the effect of company characteristics (company size, return on assets, leverage) and corporate governance (Board of Commissioners, Audit Committee, managerial ownership) on sustainability report.

The population in this study are companies registered in the Compass 100 Index for the 2014-2017 period. The selection technique sample used purposive sampling and obtained 11 companies in a period of 4 years, so that 44 sample data were obtained. The analysis technique used in this study is panel data regression analysis using Eviews 10 version software.

The results of this study indicate that company characteristics (company size, return on assets, leverage) and corporate governance (Board of Commissioners, Audit Committee, managerial ownership) simultaneously influence the sustainability report. Partially, the size of the company and the Board of Commissioners does not affect the sustainability report. The return on asset and leverage variables have a significant negative effect on the sustainability report, while the Audit Committee and managerial ownership variables have a significant positive effect on the sustainability report.

Keywords: *Audit Committee, Board of Commissioners, Company Size, Leverage, Managerial Ownership, Return on Asset, Sustainability Report.*