

ABSTRACT

One form of management's responsibility to shareholders is to publish financial statements. Financial Accounting Standards provide freedom for companies to choose financial methods in accordance with the conditions of the company. One of them is the principle of conservatism. Conservatism is an attitude of caution in dealing with uncertainties inherent in the company.

This study aims to determine the effect of simultaneous and partial variable company size, capital intensity, and frequency of audit committee meetings on accounting conservatism. This study uses independent variables namely company size, capital intensity, and frequency of audit committee meetings and the dependent variable, accounting conservatism. The population in this study are food and beverages sub-sector companies listed on the Indonesia Stock Exchange in the period 2014 - 2017.

The sample selection technique used purposive sampling and was obtained by 12 companies in a period of 4 years so that 48 samples were obtained. The analytical method used is descriptive statistical testing and panel data regression analysis using Eviews 10.0 software

The results of this study indicate the variables of company size, capital intensity, and frequency of audit committee meetings simultaneously influence accounting conservatism. The results of the study partially showed that the firm size variable did not influence accounting conservatism, while the capital intensity variables and the frequency of audit committee meetings had a positive influence on accounting conservatism.

Based on the results of this study, suggestions that can be given by the author as a reference for researchers can then add other variables besides the variables in this study. The company is expected to consider the factors that influence conservatism in preparing its financial statements carefully, it is feared that it will cause overstatement of financial statements.

Keywords: company size, capital intensity, frequency of audit committee meetings, accounting conservatism