

ABSTRACT

One of the things that investors highlight in considering investment decisions in companies is corporate risk management, which in this study is enterprise risk management. One of the important aspects in achieving the company's goals is the disclosure of risk and how to manage it in order to show how much the company can perform. And risk is something that cannot be avoided.

This study aims to examine the projected effect of good corporate governance with the board of directors, risk management committee and concentration of ownership on enterprise risk management in family-owned manufacturing companies listed on the Indonesian stock exchange for the 2016-2020 period, both simultaneously and partially. The factors tested in this study were the board of directors, risk management committee and concentration of ownership as the independent variable and enterprise risk management as the dependent variable.

The method used in this research is descriptive and verification method. The population in this research are family companies in the manufacturing sector. The sampling technique used was purposive sampling and 30 family companies were obtained with the research period 2016-2020. Analysis of the data used is panel data regression using the Eviews 11 program. The type of data used is secondary using financial statements.

The results of the study show that simultaneously the board of directors, risk management committee and concentration of ownership have a significant effect on enterprise risk management. Meanwhile, partially, the board of directors has a significant positive effect on enterprise risk management, the concentration of ownership has a significant negative effect on enterprise risk management. Meanwhile, the risk management committee has no effect on enterprise risk management.

Suggestions for further researchers is that this study only focuses on family companies in the manufacturing sector so that the results cannot generalize to other types of sectors due to differences in industrial conditions. Further researchers are expected to use other types of sectors by adding other independent variables that are not used in this study such as leverage, size of the board of commissioners, institutional ownership, chief risk officer and other proxies that may affect enterprise risk management.

Keywords: *Board of Directors, Concentration of Ownership, Enterprise Risk Management, Good Corporate Governance and Risk Management Committee.*

