

ABSTRACT

Risk management disclosures is the disclosure of company risks that have been managed by the company and disclosures made on how the company manages risks in the future. Disclosure of risk management can be used as a solution in managing company uncertainty and is expected to prevent risks that can cause losses for the company.

This study aims to examine whether the effect of Loan to Deposit Ratio and NonPerforming Loans on Risk Management Disclosure in banks listed on the Indonesia Stock Exchange (BEI) in 2017-2019. The data used in this study were obtained from annual report data.

The population in this study are all banking sector companies listed on the Indonesia Stock Exchange in 2017-2019. The sampling technique in this study was purposive sampling so that the number of companies was 35. The method used in this study was panel data regression analysis using Eviews 9 software.

Based on the results of the research that has been done, it is known that the loan to deposit ratio and non-performing loan have a simultaneous effect on risk management disclosure. While in the partial test, only non-performing loans have an influence on risk management disclosure.

The results of this study are expected to be taken into consideration for further research. Further research is recommended to use variables not examined in this study. For Bank Indonesia, it is expected to continue to apply regulation no. 13/23/DPNP/2011 regarding the application of risk management in banking companies. For investors, it is advisable to invest in a bank that can handle financing risks well.

Keywords: *Loan to Deposit Ratio, NonPerforming Loan, Risk Management Disclosure*