

ABSTRACT

Global economic developments require banking companies to be able to face increasingly competitive competition. With the increasingly high level of business competition among banks, it is demanded that company management try to balance between growth and the risks it faces. Good risk management can minimize and prevent fraud that can harm banks. The purpose of this study is to describe the effect of public ownership and audit committees on risk management disclosures in banking companies listed on the Indonesia Stock Exchange, to analyze the simultaneous effect of public ownership and audit committees on risk management disclosures, to analyze the effect of public ownership on risk management disclosures, as well as to analyze the influence of independent audit committees on risk management disclosures in banking companies listed on the Indonesia Stock Exchange.

This type of research is quantitative with a descriptive approach, by taking a sample of banking companies listed on the Indonesia Stock Exchange with an observation period of 3 years so that the total sample is 45 observations. While the data analysis technique uses multiple linear regression analysis.

The results of the analysis regarding the description of public share ownership, audit committees and disclosure of risk management in banking companies listed on the Indonesia Stock Exchange for the last 3 years (2019-2021) which show that share ownership is controlled by the public, audit committees can increase risk management disclosure in every banking company listed on the Indonesian stock exchange. The effect of public share ownership, audit committees on risk management disclosure in banking companies listed on the Indonesian stock exchange during 2019-2021, which shows that public share ownership and audit committees simultaneously affect disclosure of risk management in banking companies listed on IDX during 2019-2021. The results of data analysis in this study indicate that public share ownership has a positive and significant influence on risk management disclosures in banking companies listed on the Indonesian stock exchange. The results of data analysis in this study indicate that audit committees have a positive and significant effect on risk management disclosures in banking companies listed on the Indonesia Stock Exchange. So it can indicate that the more the number of audit committees, the more risk management disclosures in banking companies listed on the Indonesian stock exchange.

Keywords: public ownership, independent audit committee and disclosure risk management