

ABSTRACT

Company performance is a description of the company's condition that shows the company's financial and operational conditions. The condition of a company that is not good and continues to decline will have an impact on company bankruptcy. Identifying whether a company is bankrupt is the company's inability to fulfil its obligations.

This study aims to analyse the effect of tunneling activities, audit opinions, and the size of the board of commissioners with company size, profitability, and leverage as control variables on company performance using the Altman Z-Score method on primary consumer sector companies listed on the Indonesia Stock Exchange for the 2017-2021 period with a population of 52 companies. The sampling technique used is purposive sampling so that 260 observational data are obtained.

This study used quantitative research with secondary data, and the method used was panel data regression analysis. The results showed tunneling activities, audit opinions, and the size of the board of commissioners, with company size, profitability, and leverage as control variables simultaneously affecting company performance. Partially, tunneling activities and audit opinions do not affect company performance. Meanwhile, the size of the Board of Commissioners negatively affects the company performance.

It is recommended for future researchers because this study is only able to explain 26% of the influence of the influence of the independent variables on the dependent variable and a period of 5 years, to add other variables and research years outside this study. It is recommended for investors to pay attention to company performance as a consideration in investing in companies that have good performance and are not included in conditions that will experience bankruptcy and to choose companies that have board members below average. Because based on the research results, companies that have a board of commissioners value below the average have a company performance above average.

Keywords: *Audit Opinion, Board of Commissioners, Company Performance, Tunneling, Z-Score*