ABSTRACT

This study aims to examine the effect of Good Corporate Governance (GCG) on the financial performance of manufacturing companies. The variables used in this study are independent variables consisting of directors, commissioners, independent commissioners, audit committees, managerial ownership, and institutional ownership, as well as the dependent variable in the form of financial performance proxied by Return On Assets (ROA).

This study aims to determine the effect of board of commissioners, institutional ownership, and managerial ownership on financial performance proxied by Return On Assets (ROA) in telecommunications sub-sector companies listed on the Indonesia Stock Exchange in 2019-2021. The sampling technique in this study used purposive sampling and obtained 16 companies as samples. The analytical method used was panel data regression analysis which was processed using Eviews 12.

The results of this study indicate that the board of commissioners, institutional ownership and managerial ownership variables simultaneously have a significant influence on the company's financial performance which is proxied by Return On Assets (ROA). Partially the board of commissioners variables have a positive and significant effect on the company's financial performance. Meanwhile, institutional ownership and managerial ownership have no significant effect on financial performance.

Keywords**:** ***Board of Commissioners, Institutional Ownership, Managerial Ownership and Company Financial Performance***