

ABSTRACT

There is information asymmetry between the principal and the agent that can affect the financial performance of the company. This research aims to understand how CEO tenure, risk management, company size, and financial performance affect automotive and component companies listed on the Indonesia Stock Exchange from 2018 to 2022. The method in this study is quantitative research using simple regression analysis. Research results indicate that CEO tenure, risk management, and company size have an impact on profitability ratios. CEO tenure positively affects profitability ratios with company size as control variable. CEO tenure have insignificant effect on risk management, CEO tenure positively affects profitability ratios, risk management incapable to intervene the effect of CEO tenure on profitability ratio.