THE EFFECT OF GOOD CORPORATE GOVERNANCE ON BOND YIELD

ABSTRACT

By:

FEBI FEBRIAN
NPM :0811031031
Tlpn :081369925474
Email :febrin031@gmail.com
PembimbingI :R.WeddieAndriyanto, S.E., M.Si., C.P.A
PembimbingII :NinukDewi K., S.E., M.Sc., Akt.

This research aims to analyse the effect of the implementation of good corporate governance on bond yields using the bond yields as the dependent variable and institutional ownership, board size, independent directors, and audit committees as independent variables.

Population of this research are all firms listed in Indonesian Stock Exchange (IDX) of 2007-2011 periods. Samples are selected by using purposive sampling method that results 10 firms to be examined. Classic assumption tests and hypothesis testing by using multiple linear regression method are used for data analysis.

The result of this research shows that institutional ownership, board size, independent directors, and audit committees have significant effect on bond yields.

Keywords: bond yields, good corporate governance.