ABSTRACT

EFFECT OFCHIEFEXECUTIVEOFFICERREPLICEMENTTOWARD COMPANY'S PERFORMANCEWITHGOOD CORPORATE GOVERNANCEAS MODERATING VARIABLE

BY

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The objective of this research are: (1) to empirically prove the effect of CEO replicement toward company's performance, (2) to obtain empirical evidence concerning corporate governance proxid by managerial ownership toward company's performance, (3) to obtain empirical evidence concerning corporate governance proxid by the proportion of independent commissioner toward company's performance, (4) to obtain empirical evidence concerning the effect of corporate governance proxid by managerial ownership toward the relation of CEO replacement and company's performance, (5) to obtain empirical evidence concerning the effect of corporate governance proxid by the proportion of independent commissioner toward the relation of CEO replacement and company's performance,

This research wasconducted onthe transportcompanylistedon the BEIin2010, 2011and2012.Sampleswere takencompany'sby looking atcompanies thatCEOreplacement turnoverduringthe period ofresearchand documentcompany's performance(ROA) was takena yearafterthe change ofCEOthatyear2011.20121and2013.Analysis ofthe data usedin this study includedescriptivestatistical tests, linearanalysis, and classical assumption.

The conclusions are: (1) the CEO replacement have positive to company's performance, (2) the managerial ownership have statistically positiv influence to company performance, (3) the proportion of independent commisioner have statistically positiv influence to company performance, (4) corporate governance proxied by managerial ownership have positive influence toward the relation of CEO replacement and company's performance, (5) corporate governance proxied by the proportion of independent commisioner have positive influence toward the relation of CEO replacement and company's performance.

Keyword: CEO Replacement, GCG, Company's Performance (ROA).