

ABSTRACT

Risk is a condition of uncertainty that results in losses from the occurrence of an unexpected event. Risk disclosure is useful as an anticipation that can minimize a risk in the form of providing information so that investors and management can find out opportunities and threats in the future. The information has a role to show the extent to which good corporate governance practices are carried out and how much influence the information has on investor decisions.

The main objective of this study is to analyze the effect of good corporate governance consisting of the size of the board of commissioners, the proportion of independent commissioners, audit committees, and institutional ownership structure on corporate risk management either partially or simultaneously.

The population in this study are telecommunication sub-sector companies listed on the Indonesia Stock Exchange in 2016-2020. The sampling technique used in this research is purposive sampling method. Samples that meet the criteria in this study were 5 companies with a research period of 5 years so that 25 research samples were obtained. The data processing method used in this study is a quantitative method in the form of descriptive statistical analysis, panel data regression analysis, classical assumption test (multicollinearity test and heteroscedasticity test) and hypothesis testing using the coefficient of determination test, statistical t test, and statistical F test.

The results of this study indicate that simultaneously the size of the board of commissioners, the proportion of independent commissioners, audit committees, and institutional ownership structure have an effect on risk management disclosure. While partially, there is no independent variable that affects the disclosure of risk management.

Based on the results of this study, further researchers are expected to use different objects, periods, and variables such as external auditor quality, managerial ownership, competition, and firm size. Companies are expected to continue to apply risk management disclosures.

Keywords: *risk management disclosure, size of the board of commissioners, proportion of independent commissioners, audit committee, institutional ownership structure.*