

## **ABSTRACT**

*This study aims to analyze the effect of corporate governance on the cost of equity. This study using block ownership, insider ownership, board size and independent commissioner as independent variables and cost of equity (COE) as an indirect proxy of company performance as the dependent variable. Then leverage and firm size are used as control variables.*

*This study using secondary data with a population of 513 non-financial companies listed on the Indonesia Stock Exchange during 2018 to 2020. The purposive sampling method was used to obtain a sample of 84 non-financial companies. Multiple linear regression analysis was used as the analytical method of this research.*

*The results showed that block ownership, insider ownership and board size has a significant negative effect on the cost of equity (COE). However, in this study it was found that the independent commissioner have no effect on the cost of equity.*

**Keywords :** *Corporate governance, cost of equity, block ownership, insider ownership, board size, independent commissioner.*



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