ABSTRACT

Corporate governance is still the main agenda for Indonesian companies. The issue of corporate governance has emerged since the economic crisis in Indonesia and other Asian countries. The development of corporate governance practices in Indonesia over the last ten years has not shown much progress. Along with the growth and development of the global economy, companies are required to be able to keep up. So it is necessary to have a management system and proper managerial control in the company. With the existence of good corporate governance (good corporate governance) is expected to make a positive contribution to both internal and external parties of the company. This study aims to determine the effect of Corporate Governance as proxied by Corporate Governance Disclosure on CSR-mediated sustainability performance in Manufacturing Companies listed on the Indonesia Stock Exchange (IDX) for the 2016-2020 period in Indonesia with control variables Firm Size, Leverage, and ROA.

This study uses secondary data obtained from the Bloomberg Laboratory and the Annual Report of Manufacturing Companies listed on the Indonesia Stock Exchange (IDX) during the 2016-2020 period. The number of samples used was 14 with purposive sampling method, so that a total of 70 observations were obtained. This research uses multiple linear regression method with IBM SPSS 24 program which consists of classical assumption test, f statistic test, t statistic test, coefficient of determination test (R2), and mediating variable test. During the observation period, it shows that the data in this study are normally distributed. This shows that the data used have met the requirements to use a simple linear regression equation model.

The results of this study indicate that corporate governance has a positive and significant effect on sustainability performance and corporate governance has a positive and significant effect on CSR. In addition, this study shows that corporate social responsibility fully mediates the relationship between corporate governance and sustainability performance in manufacturing companies listed on the IDX for the 2016-2020 period.

***Keywords** : Corporate Governance, Sustainability Performance, CSR*