

## **ABSTRACT**

YANTI ROSMAYANA, *Effect of Information Asymmetry, Bonus Compensation, dan Leverage to Earnings Management in Companies Food and Beverages Listed on the Indonesia Stock Exchange on period 2013-2017 (guided by Adrie Putra, SE, MM)*

*This study aimed to examine the effect of the information asymmetry, bonus compensation, and leverage to earning management. Information Asymmetry is measured using spread. Bonus Compensation is measured using dummy variable and leverage is measured using debt to assets ratio. Earning management as the dependent variable is measured using discretionary accrual from the modified Jones model. The research was conducted using secondary data. The population of this study as many as 20 companies and take a sample of 10 companies through purposive sampling method. This study uses classic assumption test consisting of data normality test, multicollinearity test, autocorrelation test, and heteroscedasticity test and using regression analysis consisting of multiple linear regression analysis, coefficient of determination test and using hypothesis test consist of simultaneous test (F test), t test.*

*The result showed that information asymmetry, bonus compensation, and leverage that simultaneously have a significant effect to earning management. While partial information asymmetry and bonus compensation have no effect to earning management and leverage have a negative effect to earning management. 28,30% of information asymmetry, bonus compensation and leverage influence the integrity of financial statements. While the remaining 71,70% influenced by other factors not disclosed in this study.*

**Keyword : Information Asymmetry, Bonus Compensation, Leverage and Earning Management**