

## **ABSTRACT**

*This research aims to know the influence of good corporate governance and earnings management on the performance of the company. Where is a good corporate governance corporate governance is good so that it will have an effect on the performance of the company, while earnings management is an act done in the manager raise (reduce) the profit that will affect the performance of the company.*

*The sample in this research is a company manufacturing sub sectors of textiles and automotive registered in BEI in 2009-2011. A method of collecting data uses the technique purposive sampling. Resulting in 43 samples of textiles and automotive companies. Analysis tool used is the test of normality, t test, f test and multiple linear regression, where the variable dependennya is the company's performance (as measured by Tobin's Q), and its independent variables is good corporate governance and earnings management.*

*The results of the test t (partially) this indicates that the positive effect of good corporate governance is not significant to the performance of the company, while earnings management negative significant impact on performance of the company. The results of the test f (simultaneously) shows that good corporate governance and earnings Management jointly affect the performance of the company.*

*Keywords: Company Performance, Tobin's Q, Good Corporate Governance and Earnings Management.*