

## **ABSTRACT**

This study aims to determine the factors that influence good corporate governance earnings quality. In this study the factors of good corporate governance is proxied by managerial ownership, institutional ownership, board of directors, independent board and audit committee. In addition, this study also aims to determine which is the most influential factor on the quality of earnings.

The quality of the earnings and profits that contains information correctly describes the profitability of the company. Income has published a response which varies according to the level of earnings quality, so that the user (the user) can make the best decision. Food and beverages sector is a sector that is able to survive the economic crisis and an increase in the coming years.

This study uses hypothesis testing, the number of samples used is 75 samples. By using purposive sampling. The type of data that is used is the type of secondary data sourced from financial statements and annual reports. Hypothesis testing is performed by multiple linear regression analysis tool SPSS version 17.0 statistical software.

These results indicate that managerial ownership variables, institutional ownership, board of directors and audit committee significant effect on the quality of earnings. Variable independent board does not have a significant effect on the quality of earnings. Feasibility Model Based Test (Test-F) showed that the model used in this research is accepted as a significant effect on the quality of earnings.

**Keywords:** Quality of Earnings, Good Corporate Governance, Managerial Ownership, Institutional Ownership, Board of Directors, Board of Commissioners of the Independent Audit Committee