

Conference Name: ICBEL Singapore 2024 – International Conference on Business, Economics & Law, 19-20 June

Conference Dates: 19-Jun- 2024 to 20-Jun- 2024

Conference Venue: The National University of Singapore Society (NUSS) The Graduate Club, Suntec City Guild House, Suntec City Mall, Singapore

Appears in: PEOPLE: International Journal of Social Sciences (ISSN 2454-5899)

Publication year: 2024

Budiman et.al, 2024

Volume 2024, pp. 316-317

DOI- <https://doi.org/10.20319/icssh.2024.316317>.

This paper can be cited as: Christiawan, Y. J., Budiman, J., Alfonso, N. A. (2024). The Effect of Good Corporate Governance on Firm Value with Environmental Costs as Moderation Variable. ICBEL Singapore 2024 – International Conference on Business, Economics & Law, 19-20 June. Proceedings of Social Science and Humanities Research Association (SSHRA), 2024, 316-317.

THE EFFECT OF GOOD CORPORATE GOVERNANCE ON FIRM VALUE WITH ENVIRONMENTAL COSTS AS MODERATION VARIABLE

Yulius Jogi Christiawan

*School of Business and Management, Petra Christian University, Surabaya, Indonesia,
yulius@petra.ac.id*

Jennifer Budiman

*School of Business and Management, Petra Christian University, Surabaya, Indonesia,
d12200115@john.petra.ac.id*

Natasya Angie Alfonso

*School of Business and Management, Petra Christian University, Surabaya, Indonesia,
d12200121@john.petra.ac.id*

Abstract

This study aims to examine the effect of good corporate governance on firm value. In addition, this study also examines the role of environmental costs in moderating the effect of good corporate governance on firm value. This research was conducted on go public companies included in the LQ45 index list from 2018 to 2022, with purposive sampling. The data was analyzed using panel data with the weighted least square method. Measurement of good corporate governance uses a

score based on the corporate governance perception index, while firm value is measured by the Tobins'Q ratio. Meanwhile, the moderating variable of environmental costs is measured based on Corporate Social Responsibility costs. The results showed that good corporate governance negatively affects firm value. This study did not succeed in proving the moderation of environmental costs on the relationship between good corporate governance and firm value. This research is expected to be the basis for investors in making investment decisions through information about the effect of environmental costs on the relationship between good corporate governance and firm value.

Keywords:

Good Corporate Governance, Firm Value, Environmental Cost
