

## ABSTRACT

*This study aimed to examine the effect of leverage as measured by debt ratio, the size of company as measured by log of total assets, investment opportunity set as measured by market value to book value of assets ratio, the growth of profit as measured by growth, and liquidity as measured by current ratio to earnings quality as measured by earnings response coefficient on companies listed on the Indonesia Stock Exchange (IDX).*

*Population consists of Indonesian Stock Exchange listed companies from manufacturing industry in 2011-2014. Sample was collected based on purposive sampling and resulted in 65 companies as a final sample. Data was collected by IDX official website: [www.idx.co.id](http://www.idx.co.id) and obtained from the website: [www.yahoofinance.com](http://www.yahoofinance.com). Analysis of the data was use as multiple regression analysis. The results indicated that leverage, the growth of profit, and liquidity, have significant effect on earnings quality, but other variables which are the size of company and investment opportunity set does not have a significant effect on earnings quality.*

## ABSTRAK

Penelitian ini bertujuan untuk menguji pengaruh *leverage* yang diukur dengan *debt ratio*, ukuran perusahaan yang diukur dengan *log of total assets*, *investment opportunity set* yang diukur dengan *market value to book value of assets ratio*, pertumbuhan laba yang diukur dengan *growth*, dan likuiditas yang diukur dengan *current ratio* terhadap kualitas laba yang diukur dengan *earnings response coefficient* pada perusahaan manufaktur yang terdaftar di Bursa Efek Indonesia (BEI).

Populasi terdiri dari perusahaan yang terdaftar di Bursa Efek Indonesia dari industri manufaktur pada tahun 2011-2014. Sampel dikumpulkan berdasarkan *purposive sampling* dan menghasilkan 65 perusahaan sebagai sampel akhir. Data diperoleh melalui situs resmi IDX: [www.idx.co.id](http://www.idx.co.id) dan diperoleh dari website: [www.yahoofinance.com](http://www.yahoofinance.com). Analisis data yang digunakan adalah analisis regresi berganda. Hasil penelitian menunjukkan bahwa *leverage*, pertumbuhan laba, dan likuiditas, memiliki pengaruh yang signifikan terhadap kualitas laba, namun variabel lain yang merupakan ukuran perusahaan dan *investment opportunity set* tidak memiliki pengaruh yang signifikan terhadap kualitas laba.