ABSTRACT

The financial crisis that occurred in Asia at 1997 was preceded by a crisis in Thailand which caused an impact on the surrounding countries, one of them being Indonesia. In addition to external factors, the financial crisis in Indonesia is also caused by internal factors, namely the incompatibility of GCG principles, top management has an important role in this matter and in improving corporate performance. The number and composition of top management is thought to have an influence on the performance of a corporation. This study aims to examine the effect of diversity of the board namely the board of women, the board of foreign, the board of commissioners, and the board of directors on corporate performance in companies that have been registered in the sharia capital market at 2014-2016. The population in this study were around 300 companies and a sample of 48 companies was taken, the method used in the selection of samples was purposive sampling and the analysis technique used multiple linear regression with SPSS test equipment. The results of the study concluded that the board of Women had a positive effect on corporate performance, the board of foreign had a positive effect on corporate performance, the board of commissioners had a positive effect on corporate performance, and the board of directors had a positive effect on corporate performance.

Keywords – The Board of Women, the Board of Foreign, the Board of Ethnic, the Board of Commissioners, the Board of Directors, Company Performance