

ABSTRACT

This study aims 1) to analyze the effect of management audit on the application of the principles of good corporate governance in state-owned enterprises 2) to analyze the effect of organizational commitment on the application of the principles of good corporate governance in state-owned enterprises 3) to analyze the effect of internal control on the application of the principles of good corporate governance in state-owned enterprises. The data source used is secondary data obtained from the Indonesia Stock Exchange website accessed from www.idx.co.id. Methods of data collection using the method of documentation and literature study. The sample criteria used were state-owned enterprises listed on the IDX in 2019. Sampling was carried out by purposive sampling. The analytical tool used is descriptive analysis and multiple linear regression analysis.

The results of hypothesis testing carried out with the multiple linear regression formula show that 1) management audit has a positive and significant effect on the application of the principles of good corporate governance in stateowned enterprises 2) organizational commitment has a positive and significant effect on the application of the principles of good corporate governance in stateowned enterprises 3) internal control has a positive and significant effect on the implementation of good corporate governance principles in state-owned enterprises.

Based on the results of hypothesis testing, it is proven that the three variables that have the highest influence score are internal audit. The better the quality of internal audit in a State Owned Company, the more economical, efficient and effective the activities that occur in that entity. So that activities that do not add value to the company can be minimized by applying the principles of good Good Corporate Governance.

Keywords: Good Corporate Governance, Management Audit, Organizational Commitment, Internal Control.