



UNDERGRADUATE ACCOUNTING STUDY PROGRAM

FACULTY OF ECONOMICS AND BUSINESS

**UNIVERSITAS ANDALAS
ANDALAS UNIVERSITY**

THESIS

**INTEGRATED REPORTING QUALITY TOWARDS COST OF EQUITY
CAPITAL: STUDY IN INDONESIA'S LQ45 INDEX LISTED COMPANY**

By:

Nisrina Afifah

1710532035

Thesis Advisor:

Rayna Kartika, SE, M.Com, Ak, CA

*Submitted to fulfill the requirements in order to obtain Bachelor Degree in
Accounting*

PADANG

2023

ACCOUNTING DEPARTMENT
FACULTY OF ECONOMICS AND BUSINESS
ANDALAS UNIVERSITY

THESIS APPROVAL LETTER

Herewith, stated that:

Name : **Nisrina Afifah**
Student ID : **1710532035**
Degree : **Bachelor Degree (S1)**
Field of Study : **International Accounting**
Thesis Title : **Integrated Reporting Quality Towards Cost of Equity
Capital: Study In Indonesia's Lq45 Index Listed
Company**

Has already passed the thesis seminar on July 24th, 2023 based on procedures and regulations prevailed in the Faculty of Economics and Business, Andalas University.

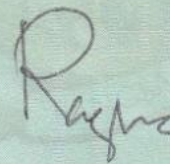
Padang, August 14th, 2023

Head of International Accounting Program



Indah Permata Suryani, S.E., M.Sc
NIP. 198806222019032012

Thesis Advisor



Rayna Kartika, S.E., M.Com., Ak., CA
NIP. 198103112005012001

	Alumna's University Number	NISRINA AFIFAH	Alumna's Faculty Number
BIODATA			
<p>a). Place/Date of Birth: Yogyakarta, July 21st, 1999 b). Parent's Name: Bekti Setyawan and Indah Dwi Murni c). Faculty: Economics and Business d). Major: International Accounting e). ID Number: 1710532035 f). Graduation: July 24th, 2023 g). Grade: Very Satisfactory h). GPA:3,75 i). Length of Study: 6 years j). Parent'sAddress: Perum Kartama Raya Blok G.4 No.5, Pekanbaru</p>			
<p>INTEGRATED REPORTING QUALITY TOWARDS COST OF EQUITY CAPITAL: STUDY IN INDONESIA'S LQ45 INDEX LISTED COMPANY</p> <p>Thesis by: Nisrina Afifah</p> <p>Thesis Advisor: Rayna Kartika, SE, M.Com, Ak, CA</p> <p>ABSTRACT</p> <p><i>Along with the development of business, technology, and global issues, the information needs of stakeholders are getting higher. On response of these trends, the International Integrated Reporting Council (IIRC) published the International Integrated Reporting Framework (IIRF). This research aim to find the correlation and how much the Integrated Reporting Implementation towards Cost of Equity as the proxy of asymmetry information reduction. This reasearch is a descriptive quantitative research using panel data on company listed in LQ45 index amounted 45 companies from various sector. The result shows that higher quality of implementation of Integrated Reporting significantly reduce the cost of equity. It is explain as the information asymmetry decline at the time implementation quality of integrated reporting higher, so does the cost of equity expected by equity holder of the company.</i></p> <p>Keywords: <i>Integrated Reporting, Cost of Equity (COE), Information Asymmetry, LQ45</i></p>			

ABSTRACT

Along with the development of business, technology, and global issues, the information needs of stakeholders are getting higher. On response of these trends, the International Integrated Reporting Council (IIRC) published the International Integrated Reporting Framework (IIRF). This research aim to find the correlation and how much the Integrated Reporting Implementation towards Cost of Equity as the proxy of asymmetry information reduction. This reasearch is a descriptive quantitative research using panel data on company listed in LQ45 index amounted 45 companies from various sector. The result shows that higher quality of implementation of Integrated Reporting significantly reduce the cost of equity. It is explain as the information asymmetry decline at the time implementation quality of integrated reporting higher, so does the cost of equity expected by equity holder of the company.

Keywords: *Integrated Reporting, Cost of Equity (COE), Information Asymmetry, LQ45*

