

CHAPTER V

CONCLUSION AND SUGGESTION

5.1 Conclusion

This study aims to analyze the consistency of material aspects reported in sustainability report by three cement companies, namely PT. Semen Indonesia (Persero) Tbk, PT. Indocement Tungal Prakarsa Tbk, and PT. Holcim Indonesia. In addition, this study also aims to determine the causes that are indicative of the inconsistency of material aspects reported by each company.

Based on the analysis and discussion presented in the previous chapter, it can be concluded as follows:

1. PT. Semen Indonesia (Persero) Tbk cumulatively has only 7 material aspects (36.84%) that are consistently reported during period 2014 – 2016. While the rest of 12 material aspects (63.16%) are not consistent. In economy category, Semen Indonesia has 2 consistent material aspects (66.67%) and one inconsistent material aspects (33.33%). In environmental category, Semen Indonesia has 3 consistent material aspects (50%) and 3 inconsistent material aspects (50%). While in social category, which covers four subcategories, Semen Indonesia has only 2 consistent material aspects (20%), while the rest of 8 material aspects are not consistent (80%).
2. PT. Indocement Tungal Prakarsa Tbk cumulatively has only 10 material aspects (41.67%) that are consistently reported during period 2014 – 2016. While the rest of 14 material aspects (58.33%) are not consistent. In economy category, Indocement has 2 consistent material aspects (66.67%) and one inconsistent material aspects (33.33%). In environmental category, Indocement has 5 consistent material aspects (50%) and 5 inconsistent material aspects (50%). While in social category which covers four

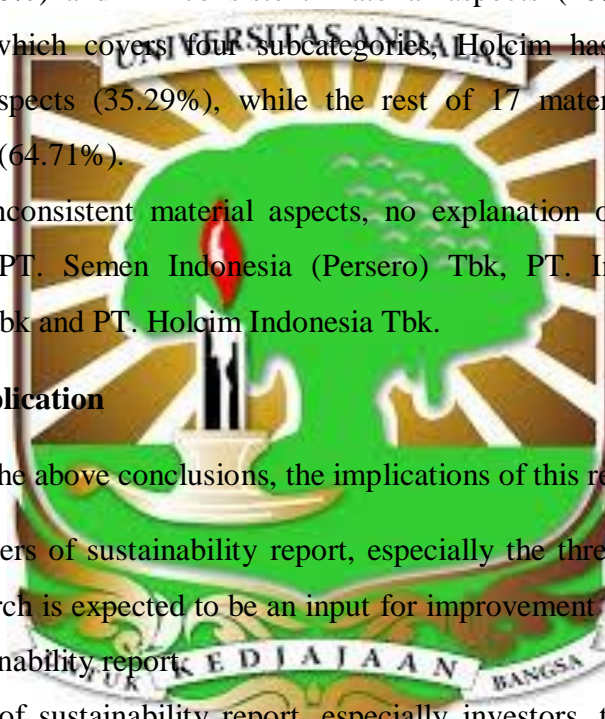
subcategories, Indocement has only 3 consistent material aspects (27.27%), while the rest of 8 material aspects are not consistent (72.73%).

3. PT. Holcim Indonesia Tbk cumulatively has only 15 material aspects (40.54%) that are consistently reported during period 2014 – 2016. While the rest of 22 material aspects (59.46%) are not consistent. In economy category, Holcim has 1 consistent material aspects (25%) and 3 inconsistent material aspects (75%). In environmental category, Holcim has 8 consistent material aspects (80%) and 2 inconsistent material aspects (20%). While in social category which covers four subcategories, Holcim has only 6 consistent material aspects (35.29%), while the rest of 17 material aspects are not consistent (64.71%).
4. For any inconsistent material aspects, no explanation or justification were found in PT. Semen Indonesia (Persero) Tbk, PT. Indocement Tunggal Prakarsa Tbk and PT. Holcim Indonesia Tbk.

5.2 Research Implication

Based on the above conclusions, the implications of this research are:

1. For preparers of sustainability report, especially the three companies above. This research is expected to be an input for improvement in preparation of the next sustainability report.
2. For users of sustainability report, especially investors, this research can be used as a consideration in decision making because transparency or continuity of information contained in any material aspects reported can show how far the company's commitment in managing the impact of the company's business processes.



5.3 Research Limitation

The limitation of this study is that in this study only rely on the information on the sustainability report of each company. Thus, subjective judgments are inevitable since no observation or confirmation is made directly to the parties concerned.

5.4 Suggestion

Based on the conclusions and implications described above, suggestions that can be used as input for further research improvements that can be summarized from this research are as follows:

1. Further research is suggested to examine the consistency of material aspects reported in other sectors such as manufacturing industry, financial services, construction, oil and gas, and others.
2. Further research is suggested to obtain the primary data from related companies so as to know directly the management consideration in reporting the material aspects.



