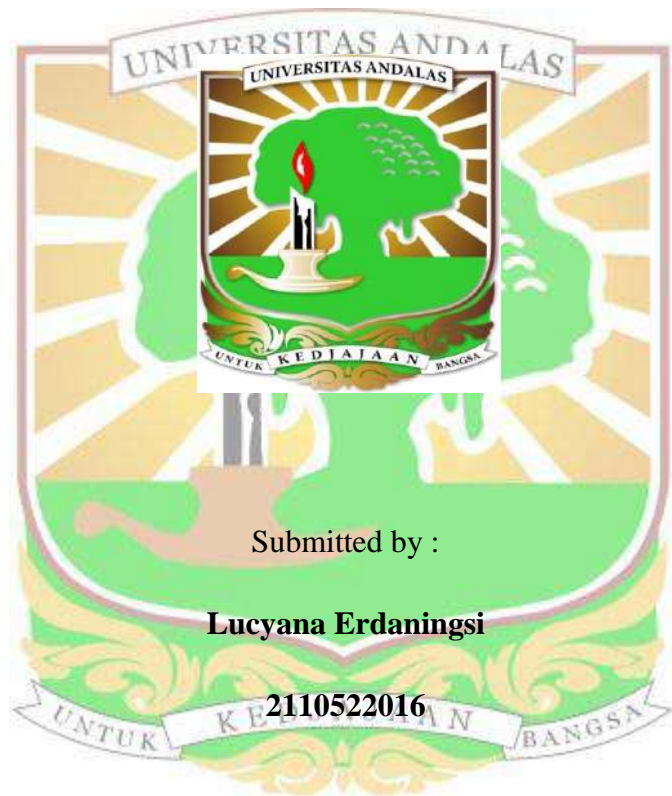


**THE IMPACT OF ENVIRONMENTAL, SOCIAL, AND GOVERNANCE
(ESG) PRACTICES ON FIRM FINANCIAL PERFORMANCE OF
SOUTHEAST ASIA MANUFACTURING COMPANIES**

THESIS

Submitted as One of the Requirements for Completing the Bachelor's Degree in
the Undergraduate Study Program, Department of Management, Faculty of
Economics and Business, Universitas Andalas




Submitted by :

Lucyana Erdaningsi

2110522016

**INTERNATIONAL MANAGEMENT STUDY PROGRAM
DEPARTMENT OF MANAGEMENT
FACULTY OF ECONOMICS AND BUSINESS
UNIVERSITAS ANDALAS
PADANG
FEBRUARY 2025**

	Alumni Number at University	LUCYANA ERDANINGSI	Alumni Number at Faculty
	a) Place/Date of Birth : Kambang/April 22th, 2001, b) Parents Name : Daniel and Erna Efita, c) Faculty : Economic and Business. d) Department : International Management, e) ID Number : 2110522016, f) Graduation Date : February 12th, 2025, g) Grade : With Honors, h) GPA : 3.91, i) Length of Study : 3.5 years, j) Parents' Address : Balai Selasa, Ranah Pesisir, Pesisir Selatan, Sumatera Barat.		

The Impact of Environmental, Social, and Governance (ESG) Practices on Firm Financial Performance of Southeast Asia Manufacturing Companies

Thesis by : Lucyana Erdaningsi


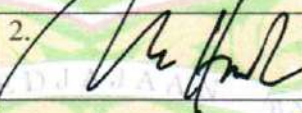

Thesis Supervisor : Mohammad Fany Alfari, S.E., M.S. Fin, Ph.D.

ABSTRACT

This study aims to examine the impact of Environmental, Social, and Governance (ESG) practices on firm financial performance of Southeast Asia manufacturing companies. The research sample includes manufacturing companies listed on the stock exchanges of six countries in Southeast Asia and have an ESG Score in 2019-2023 on the Thomson Reuters Eikon database. Panel regression analysis is used to examine the study hypotheses and achieve the study aims. The analysis is conducted using Eviews 13.0. This study shows that Environmental practices have a marginal positive impact on ROA and a significant positive impact on ROE. However, EP shows no significant impact on Tobin's Q. Social practices have no significant impact on both ROA and ROE. However, SP positively impact Tobin's Q, indicating improved market valuation through better reputation and investor confidence. Governance practices significantly improve ROA and ROE, reflecting better resource utilization and shareholder returns. However, GP has no significant impact on Tobin's Q.

Keywords : ESG practices, Financial Performance, Manufacturing Companies, ASEAN.

This thesis is already examined and passed on February 12th, 2025. This abstract is already approved by supervisor and examiners :

Signature	1. 	2. 	3. 
Name	Mohammad Fany Alfari, S.E., M.S. Fin, Ph.D.	Masyhuri Hamidi, S.E., M. Si., CEP, Ph.D.	Fajri Adrianto, S.E., M.Bus (Adv), Ph.D.

Acknowledged,
Head of Management Department

Prof. Donard Games, S.E., M.Bus., Ph.D.
NIP. 198011122005011003



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