ANALYSIS OF THE EXTENT OF VOLUNTARY DISCLOSURE BEFORE AND AFTER IFRS CONVERGENCE IN INDONESIA

(Empirical Study on Manufacturing Companies Listed in Indonesian Stock Exchange During the Period 2010-2013)

Presented as Partial Fulfillment of the Requirements for the Degree of Sarjana Ekonomi (S1) in International Financial Accounting Program Faculty of Economics, Universitas Atma Jaya Yogyakarta

UNDERGRADUATE THESIS

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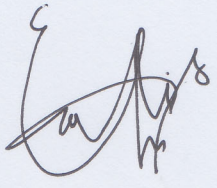

Maria Eliza Suryanto

"Tangan Tuhan sedang merenda

suatu karya yang agung mulia

Saatnya kan tiba nanti,

kau lihat pelangi kasih-Nya"

- Tangan Tuhan (Pelangi Kasih-Nya) -

6. My best friends from Van Lith Senior High School friends: Inge, Dian, Laras, Jessi, Caecil. Thank you for your attention, support, togetherness, advise and thank you for being the 'good listener' when I was passing through the up and down of life.
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9. The others who are helping me in order to finish this undergraduate thesis who can not mentioned one by one.

The writter is fully realize that this undergraduate thesis is might be far from perfect. The writter expects the critics and suggestion so this undergraduate thesis can be better. Finally, the writter hope that this undergraduate thesis can be usefull for the parties in need.

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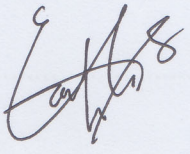

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Yogyakarta, August 15, 2017

Maria Eliza Suryanto

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ABSTRACT

This research aims to prove empirically result whether there is a significant increase on the extent of voluntary disclosure after the IFRS convergence in Indonesia. This research used the manufacturing companies listed in Indonesian Stock Exchange (IDX) as the sample. The periods used in this research are two years before IFRS convergence (2010-2011) and two years after the IFRS convergence (2012-2013). A voluntary disclosure index is used to know the score of the voluntary disclosure for each company. The index of voluntary disclosure was taken from Botosan (1997) and Meek (1995). The measurement of the score also using the weight for each item disclosed from 0 until the maximum point is 3. The weighting value also different from one category to the other. This research uses Kolmogorov Smirnov test to test the normality distribution and The Wilcoxon Signed Rank Test to test the hypothesis.

From the data analysis, it is concluded that Ha is accepted. It means that there is a significant increase in the extent of voluntary disclosure after the IFRS convergence in Indonesia.

Keywords : International Financial Reporting Standard (IFRS) Convergence, Voluntary Disclosure