

**EARNINGS MANAGEMENT DURING
GLOBAL FINANCIAL CRISIS 2008-2009: EVIDENCE FROM
LISTED MANUFACTURING COMPANIES IN INDONESIA**

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

THESIS



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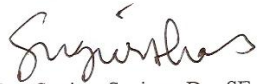
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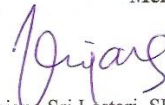
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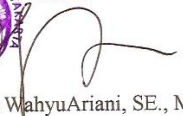
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AUTHENTICITY ACKNOWLEDGEMENT

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Is really my own thinking and writing, I fully knowledge that my writings does not contain others' or part(s) of others' writing, except for those that have been cited and mentioned in the bibliography.

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Hanna Jacinda Handjojo

MOTTO

“If you think you can win, you can win. Faith is necessary to victory”

--- William Hazlitt

“Every action has its pleasures and its price”

--- Socrates

“The doors we open and close each day decide the lives we live”

--- Flora Whittemore

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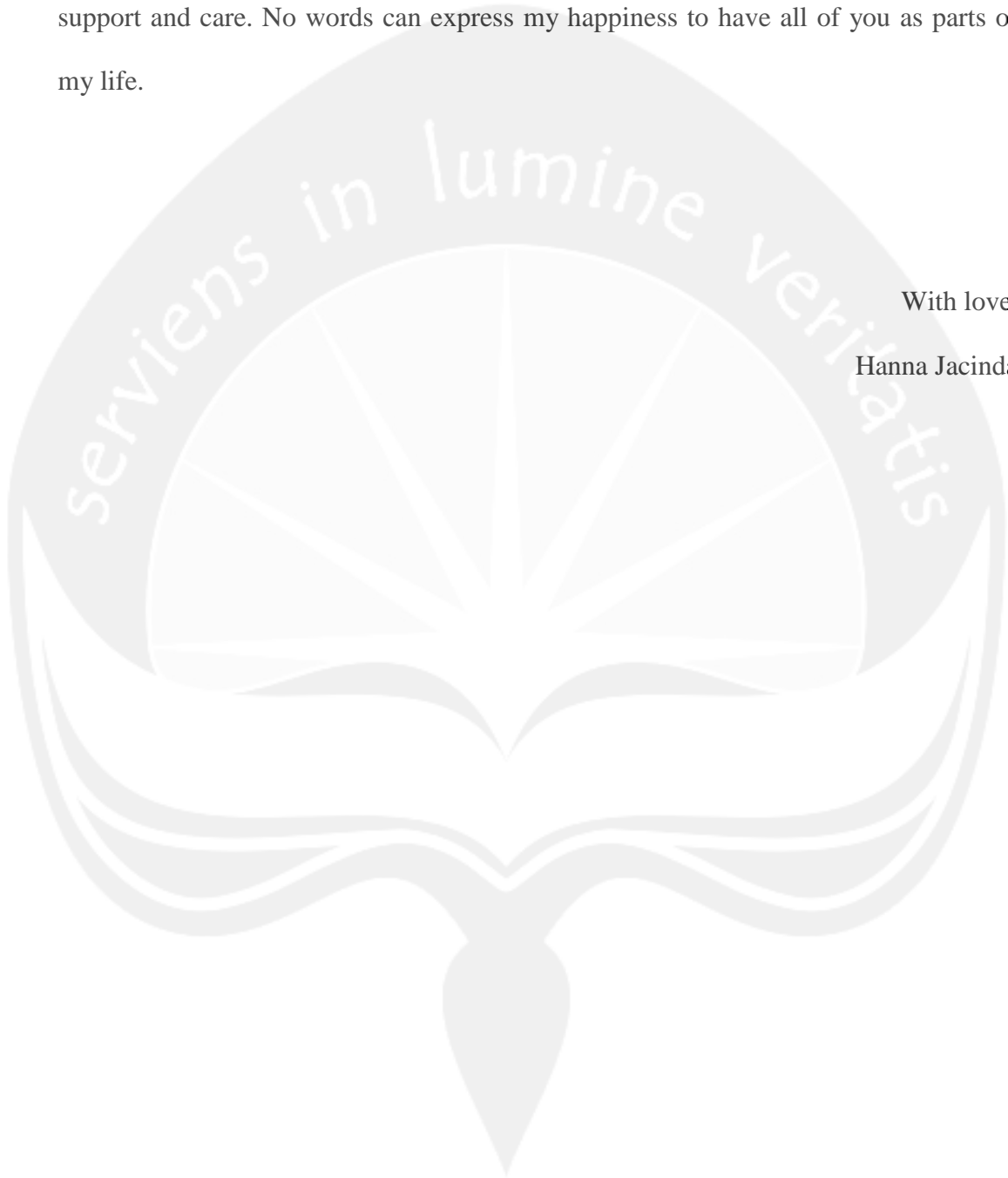
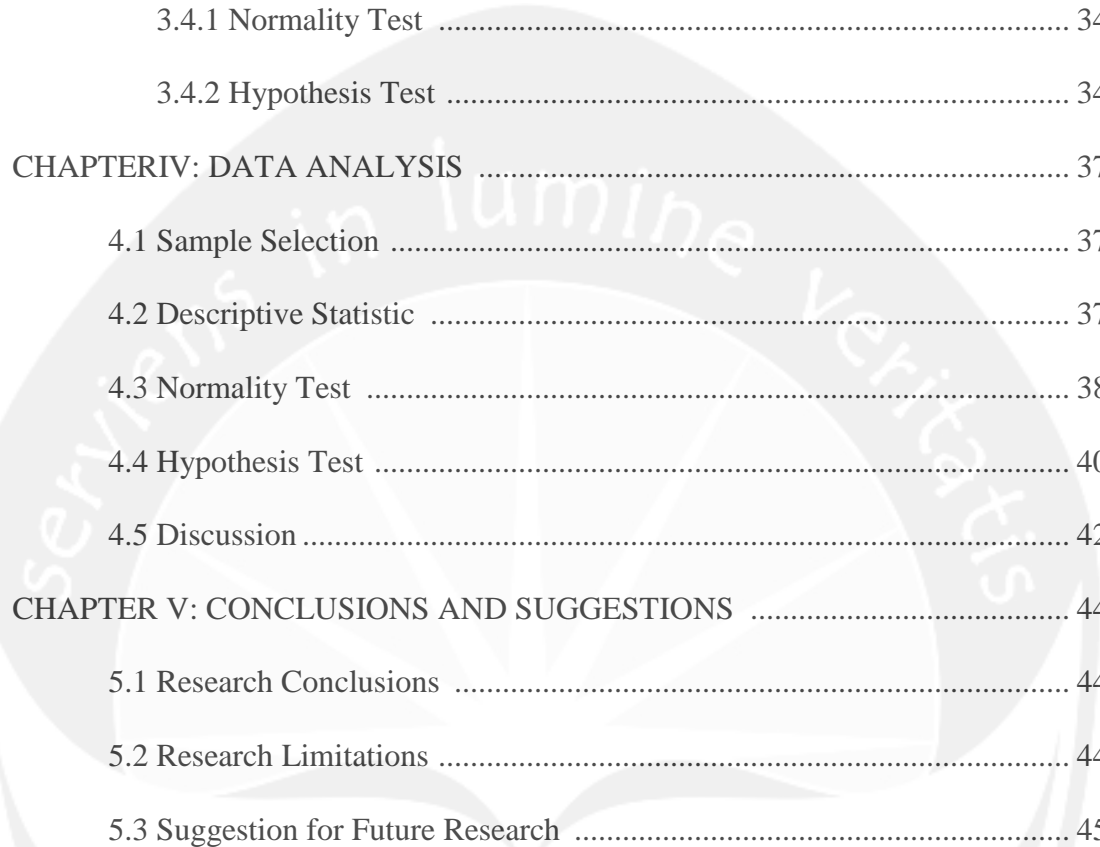


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ABSTRACT

This study is aimed to investigate earnings management during Global Financial Crisis 2008-2009 in listed manufacturing companies in Indonesia. Samples in this study are manufacturing company listed in Indonesian Stock Exchange. Earnings management would be proxied by discretionary accruals calculated using Modified Jones Model.

The result proves that global financial crisis 2008-2009 positively affects earnings management. Instead of engage in income decreasing earnings management, listed manufacturing companies in Indonesia engage in income increasing earnings management during global financial crisis 2008-2009. The results in this study contradict previous studies and provide some understanding on the relationship between global financial crisis 2008-2009 and earnings management.

Key words: Earnings Management; Global Financial Crisis 2008-2009; Discretionary Accruals; Modified Jones Model; Listed Manufacturing Companies; Income Decreasing Earnings Management.