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**THE IMPACT OF CORPORATE GOVERNANCE ON CORPORATE
SOCIAL RESPONSIBILITY DISCLOSURE: EVIDENCE FROM
INDONESIA**

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Abstract

Objective This research investigates the level of Corporate Social Responsibility (CSR) Disclosure in order to provide information to interested parties. Furthermore, this research tries to find evidence regarding the potential affect of Corporate Governance characteristics on CSR reporting in Indonesia

Method The sample will be selected from LQ- 45 index on August 2010 to January 2011 period. The analysis of annual report from perspective companies will be conducted to give the code prepared by index parameter for CSR disclosure. The result will represent how many the companies do Corporate Social Responsibility activities, based on disclosed information in the annual report. Then, multiple regression analysis will be performed to determine whether there is any association between corporate governance characteristics and CSR disclosure.

Result The result shows that the level of Corporate Social Responsibility index in Indonesia approximately 41 per cent. However, this study found no evidence of statically significant correlation between corporate governance and corporate social responsibility.

Conclusion Corporate social responsibility show level of activities on average of 41 percent due to company tends to demonstrate their concern to society, environment and stakeholders. Corporate governance has no significant relationship with corporate social responsibility within Indonesia companies due to people perception about CSR is still low.

Key words

Corporate Social Responsibility, Corporate Governance, Indonesia.