



## TABLE OF CONTENTS

<b>TITLE PAGE</b> .....	I
<b>APPROVAL PAGE</b> .....	II
<b>DECLARATION</b> .....	III
<b>PREFACE</b> .....	IV
<b>DEDICATION PAGE</b> .....	VI
<b>TABLE OF CONTENT</b> .....	VII
<b>LIST OF TABLES</b> .....	IX
<b>ABSTRACT</b> .....	X
<b>CHAPTER I INTRODUCTION</b> .....	1
1.1 Background of study .....	1
1.2 Statement of the Problem .....	4
1.3 Objectives of the Study .....	6
1.4 Benefits of the Study .....	6
<b>CHAPTER II LITERATURE REVIEW AND HYPOTHESES</b> .....	8
2.1 Theory of Corporate Governance.....	8
2.2 Board Governance: Board of Commissioners and Board Committee .....	11
2.2.1 Board of Commissioners .....	12
2.2.2 Board Committee.....	13
2.2.3 Measuring the Relationship between Board Governance and Company's Performance .....	15
2.3 Hypotheses .....	16
2.3.1 Board composition and company market-based performance .....	16
2.3.2 Board size and company market-based performance .....	18
2.3.3 Board leadership structure and company market-based performance.	20



2.3.4	The size of audit committee and company market-based performance.....	21
2.3.5	The independency of audit committee and company market-based performance.....	22
2.3.6	The audit committee's leadership structure with the financial/accounting qualification of audit committee's members and company market-based performance .....	23
<b>CHAPTER III RESEARCH METHODS.....</b>		<b>25</b>
3.1	Data .....	25
3.2	Empirical Model .....	27
3.2.1	Operational Definition of Dependent Variable .....	30
3.2.2	Operational Definition of Independent Variable .....	31
<b>CHAPTER IV RESULTS .....</b>		<b>34</b>
4.1	Introduction .....	34
4.2	Descriptive Statistics .....	34
4.3	Regression Analysis and Tests for OLS Assumptions .....	39
4.3.1	OLS Classical Assumptions for Regression Model .....	39
4.3.2	Regression Analysis .....	44
4.4	Hypothesis Testing .....	46
<b>CHAPTER V CONCLUSION AND RECOMMENDATION.....</b>		<b>48</b>
5.1	Conclusions.....	48
5.2	Discussions .....	50
5.3	Limitation and Suggestions for Future Studies .....	52
<b>REFERENCES.....</b>		<b>53</b>