

**THE IMPACT OF PRODUCTIVITY EFFICIENCY AND DIVIDEND POLICY
ON FIRM VALUE IN INDONESIA MINING INDUSTRY**

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STATEMENT BY THE AUTHOR

I hereby declare that this submission is my own work and to the best of my knowledge, it contains no material previously published or written by another person, nor material which to a substantial extent has been accepted for the award of any other degree or diploma at any educational institution, except where due acknowledgement is made in the thesis.



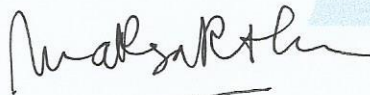
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ABSTRACT

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Mining industry holds a significant stance in contributing to the world's economy, Indonesia, being home to the one of the world's largest nickel and gold reserves, mining industry is one of the country's cornerstones in exporting commodities. This study investigates how productivity efficiency and dividend policy can impact a firm's value, while also taking into account Environment Sustainable Governance or ESG disclosure as a moderating variable. Previous research has dived into productivity efficiency and dividend policy influencing a firm's value but in a global scope. This study narrows the focus to the mining industry in Indonesia. The sample data that was gathered was 187 from 17 mining companies that published their yearly report in the Indonesia Composite Index making it available to the public. Panel estimated generalized least squares data is used to test the hypothesis, examining the relationship between the dependent variable and the independent variable. The result shows that both productivity efficiency and dividend policy have a positive correlation towards a firm's value. In contrast, ESG as the moderating variable has a negative correlation towards a firm's value. These findings contribute to a more complex understanding regarding the driving factors of a firm's value and suggest that both productivity efficiency and dividend policy plays a crucial role in influencing a mining company's value within the Indonesian market.

Productivity Efficiency, Dividend Policy, ESG Disclosure, Firm Value, Mining Industry



DEDICATION

I dedicate this thesis work to my supportive parents, Yeremia Mendrofa and Fransiska Mendrofa.



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