

ASSOCIATION OF INTERNATIONAL BUSINESS & PROFESSIONAL MANAGEMENT

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Manuscript Review Report

Manuscript #: 17 MM Date received:

Due date: 31-03-2020

**Manuscript Title: THE EFFECT OF EARNINGS SMOOTHING, INVESTMENT OPPORTUNITIES, AND RETURN OF ASSET ON EARNINGS AGGRESIVENESS
(Empirical Study from Manufacturing Company in Indonesia)**

Journal Title: ICPM CONFERENCE

Evaluation criteria	Low		Medium		High
1. Importance of topic	1	<u>2</u>	3	4	5
2. Originality	1	<u>2</u>	3	4	5
3. Quality of analysis & evidence	1	<u>2</u>	3	4	5
4. Organization and presentation quality	1	<u>2</u>	3	4	5
5. Contribution to theory or practice	1	<u>2</u>	3	4	5
6. Overall quality	1	<u>2</u>	3	4	5

Reviewer Recommendation (please underline your selection)

- Accept without revision
- Accept with minor revision
- Accept with major revision
- Reject

PLEASE Complete Page 2

Detailed Review

Major Comments

The manuscript is accepted with Major Revision. Author must follow the reviewer comments. Please see copy of MS Word.

Suggested Revisions (if any)

The manuscript need to proofread. Many sentences still in Bahasa.

Abstract start with the aims of the study, data collection and analysis, results and implications.

Introduction can be start with the results, contributions.

Mention your research problem and research questions

Grand theory?

Support your statement and argument with some previous research.

Results can be add with some tables.

The conclusion include limitation, implication and further research.

Add your literature/references with some reputable international journal.

Cetak X Tutup
2019 Yogyakarta ICPM - Review Result

aibpm publication staff <aibpm.publisher@gmail.com>
Kam 26/03/2020 03.43
Kepada: Melinda Malau <melinda.malau@uki.ac.id>

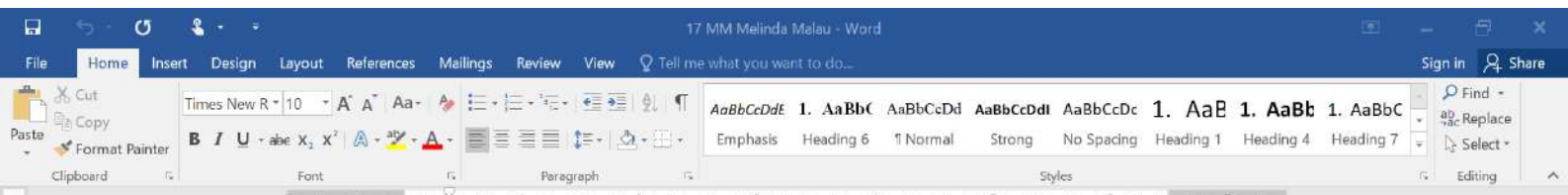
4 lampiran (238 KB)
17 MM_Reviewer Form Melinda Malau.pdf; 17 MM Melinda Malau.docx; SCOPUS TEMPLATE.docx; 2020 - SCOPUS AGREEMENT.docx

Dear Melinda Malau,

We have received the review result of your paper you've submitted to 2019 ICPM Yogyakarta (see attached). Your paper is scheduled to be published in Scopus journal. Please do the following instructions below:

1. Revise your paper according to the reviewer's comments and the template.
2. Sign the author agreement attached to this email and send back to us as soon as possible.
3. Send the revised paper back to us max. by April 2, 2020.

Best regards,
AIBPM



THE EFFECT OF EARNINGS SMOOTHING, INVESTMENT OPPORTUNITIES, AND RETURN OF ASSET ON EARNINGS AGGRESIVENESS (Empirical Study from Manufacturing Company in Indonesia)

ABSTRACT

This study aims to examine and analyze whether earnings smoothing, investment, and return on asset affect the earnings aggressiveness. The method used in this study is panel regression analysis. The sample used in the study was 500 observations in Indonesia using data from manufacturing companies for the period 2013-2017. Earnings aggressiveness is measured by scala of accrual. Earning smoothing is measured by the ratio between earnings variability and cash flow variability. Investment is measured by market value divided by book value of equity. Return on asset is measured by net income divided by total company assets. Sample of companies in Indonesia. The results of the model show that earnings smoothing has a significant positive effect on the earnings aggressiveness. Return on asset has a significant negative effect on earnings aggressiveness. The research implies that the effect of earnings smoothing and return on asset affect the earnings aggressiveness. In making investment decisions, investors must evaluate the quality of earnings reporting, related to whether there are earnings aggressiveness. The role of the regulator is needed for monitoring earnings reporting. Earnings quality will reduce risk, so that the company performance to be optimal and increase profitability.

Keywords: earnings aggressiveness, earnings smoothing, investment, return on asset.

Klasifikasi JEL: G30, M40

Comments

 **HP Pavilion X360** March 26, 2020
Explain the contributions and implication