

Abstract

The purpose of this research aim to develop evidence that internal control and related party transaction is effecting earning quality. This research is quantitative research using secondary data from financial stratement of manufacturing company listed in Indonesia Stock Exchange in 2014-2016. Sampling technique in this research is purposive sampling, there are 130 manufacturing company which become sample in this research. This study use multiple regression analysis with SPSS 22.0 software. Result show that Internal control have positive effect on earning quality, Related party transaction in sales have effect on earnig quality. But, related party transaction in purchase have no effect on earning quality.

Key Word : Manufacturing Company, Internal Control, Related Party Transaction in Sales, Related Party Transaction in Purchase and Earning Quality.