Anggi Arista F. **2011**. "The Effect of Company Size, Financial Leverage and Profitability Alignment Action Against Profit (Income Smoothing) In the Go Public registered Companies In Indonesia Stock Exchange (IDX)." Final Report. Accounting Department. Faculty of Economics. State University of Semarang.

Keywords: Income Smoothing, Company Size, Financial Leverage and Profitability.

The information of profit as main attention in performance estimating on management accountability. The importance for this profit information realised by management so tend management does to disfungtional behavior (behaviour not quite), which is by income smoothing to settle a variety conflict which arises among management and all the interested parties with the companyôs. Disfungtional behavior that was regarded by marks sense that information asymetry in agency teory. The purpose of this research is to determine the effect of company size, financial leverage and profitability of the practice of income smoothing in the Go Public registered companies in Indonesia Stock Exchange (IDX).

The population of this study are all publicly that is traded companies listed in Indonesia Stock Exchange (IDX) 2006-2009 and totaled 43 of the 352 companies that have been selected through the criteria established. The data was collected using the method of secondary data documentation *Indonesian Capital Market Directory* (ICMD), then the company is grouped with Eckel index to determine grading company or not grading company. Methods of data analysis using descriptive analysis and logistic regression analysis with Ŭ0.05.

The results showed that there were indications of publicy traded companies listed in Indonesia Stock Exchange (IDX) of 19 from 34 companies doing income smoothing (55.88%). Based on the data with logistic regression though this indicates that company size, financial leverage and profitability with simultan and also parsial has no effect on the income smoothing. that off all variables on Ŭof 0.05.

The conclusion of this research is company size, financial leverage and profitability has no effect on the income smoothing. Suggestions relating to the results of this study are: the author hopes the investors should be careful and more accurate in reading the financial information primarily related to corporate profits, so the investors can make a right decisions accordingly and testing with other variables such as commissioners, variation of profits,and bonusplans and utilizes method *Michelson* index (1995) to clasify companies determine grading company or not grading company.