

# **AN OVERVIEW OF MATERIALITY AND STAKEHOLDER ENGAGEMENT IN SUSTAINABILITY REPORTING**

Ayu Aryista Dewi

## **ABSTRACT**

The purpose of this paper is to investigate the extent of disclosure of materiality and stakeholder involvement in sustainability reporting, especially in non-financial companies in Indonesia. A total of 153 companies that use GRI Standards were analyzed in this study. The content analysis method is applied to gain an understanding of the extent to which the principles of materiality and stakeholder inclusiveness are implemented in corporate sustainability reporting. Research provides evidence that the level of materiality and stakeholder disclosure varies across different industries. Most companies have applied the principle of materiality and how stakeholders are involved in the sustainability reporting process. However, few of them follow-up on the material issues raised by stakeholders. In addition, companies need to provide information about the basis for selecting stakeholders and the frequency of stakeholder involvement. The results of this study provide new insight about the implementation of GRI principles in sustainability reporting.