ABSTRACT

The Effect Of Good Corporate Governance, Ownership Structure And Bank Size On Bank’s Performance And Firm Value Of Banking Industry In Indonesia (Study of Go Public Nasional Private Banking with Foreign Capital In the Periode of 2007-2012)

This research investigates the effect of good corporate governance, ownership structure and bank size on bank’s performance and firm value of banking industry in Indonesia. The sample are 16 banks with foreign capital concentration and go public at the Indonesia Stock Exchange in the period of 2007-2012. The data analyzed by PLS (Partial Least Square) with good corporate governance variable using indicator audit committee and independent commissioners, the ownership structure, the size of the bank using an indicator variable capital and outstanding loans, the variable with the banking performance indicators ROA, ROE, NIM, LDR, BOPO, NPL and the value of the company by using Tobin’s Q. The results of the research shows that the effect of: good corporate governance is significant on bank’s performance, ownership structure is insignificant on bank’s performance, bank size is a significant on bank’s performance, good corporate governance is a significant on firm value, ownership structure is a insignificant on firm value, bank size is a insignificant on firm value, and bank’s performance is a significant on firm value.

Key words: good corporate governance, ownership structure, bank size, bank’s performance, firm value.