

ABSTRACT

The purpose of this research is knowing difference of financial performance measured by economic value added, current ratio, debt ratio, return on asset, total asset turn over and price earning ratio between government corporation and private corporation.

In this research, sample used is government corporation and private corporation that have been listed in Jakarta Stock Exchange in 1995 to 1999. Data for financial performance was obtained from Indonesian Capital Market Directory. To measure the difference of financial performance was using two independent t test at 5% significancy level.

The result in this research is debt ratio and total asset turn over for government corporation is better than private corporation with significantly different. For economic value added, current ratio, return on asset and price earning ratio there is no significantly different between government corporation and private corporation, even in rating current ratio, return on asset and price earning ratio for government corporation is better than private corporation. For economic value added, private corporation is better than government corporation, but the different is not significant.

Key words: economic value added, current ratio, debt ratio, return on asset, total asset turn over, price earning ratio, government corporation, private corporation.