ABSTRACT

HILMA FAHLUPITA. The Effect of Good Corporate Governance on Financial Performance in The Banking companies Are Listed in Indonesia Stock Exchange Period 2010 – 2012. (Supervised by Mr.Darmansyah).

The purpose of this study was to determine the of board commissioners, board of directors, audit committe, manajerial ownership and institutional ownership on the financial performance as the dependent variable. The sample was banking companies are listed in Indonesia Stock Exchange period 2010 – 2012. The sampling technique use purposive sampling and produce 96 samples.

The data is processed use a computer statistics to test the quality of the data, regression test, F test and t test. F test result indicates that board of commissioners, board of directors, audit committee, institutional ownership jointly affect the company's financial performance and the research model fit for use as as a predictive tool. T test showed that the board of commissioners, board of directors and institutional ownership significant positive effect on the company's financial performance, while the audit committee and managerial ownership does not significantly affect the company's financial performance.

Keywords: The financial performance of the company, the board of commissioners, board of directors, audit committee, managerial ownership, and institutional ownership.