

ANALYSIS OF THE COMPARISON FINANCIAL PERFORMANCE AND FINANCIAL RISK OF CONVENTIONAL BANK VERSUS SHARIA BANK

BY :

ANGGIE HANING PUTRI

43209120062

ABSTRACT

This Research was about comparison of financial performance and financial risk with study cases of Conventional Bank versus Sharia Bank in period 2009-2011. The purpose of this research is how to know the comparison which financial performance is better between Conventional Bank versus Sharia Bank and how to know the comparison which financial risk is higher between Conventional Bank versus Sharia Bank. This research was using of the descriptive quantitative comparative research.

The data was used secondary data which consisting of financial report of PT. Bank Mandiri as Conventional Bank and PT. Bank Muamalat Indonesia as Sharia Bank from the website of each banks. Analysis of financial performance is used financial ratio which consisting of Cash Ratio, Loan to Deposit Ratio, Asset to Loan Ratio, Capital Adequacy Ratio, Primary Ratio, Net Profit Margin, Return On Equity, Return On Assets. And the analysis of financial risk is used discriminant analysis which used Z-Score .

The result of this research shows that PT. Bank Mandiri has better Solvability and Rentability ratio than PT. Bank Muamalat Indonesia. And PT. Bank Muamalat Indonesia has better Liquidity ratio and higher Z-Score than PT. Bank Mandiri for period 2009-2011.

Key words : comparison, financial ratio, financial risk, commercial banking, Z-Score