

***INFLUENCE OF NON PERFORMING LOAN (NPL), NET INTEREST  
MARGIN (NIM), AND OPERATIONS EXPENSES TO OPERATIONS  
INCOME (BOPO) CAPITAL CHANGES***

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***ABSTARCT***

*The study focuses on Analysis the influences of financial ratios to Earning changes of Indonesian Banking. Financial ratios (NPL, NIM, and BOPO) are useful measures for predicting the capital changes..*

*Sample in this research were in Indonesian banking company listed on the Indonesia Stock Exchange 2007-2009 totally 20 firms. There is 3 independent variables on this study, they are: Non Performing Loan (NPL), Net Interest Margin (NIM), and Operations Expenses to Operations Income (BOPO). Capital Changes is the dependent variables in this research.*

*The empirically result showed that NPL, NIM, and BOPO influences the earning changes. All variables showed affect to capital changes. NIM showed positive effect, NPL and BOPO showed negative effect.*

***Keywords: Capital changes, NPL, NIM, and BOPO and multiple linier regression.***