

## **ABSTRACT**

*Profitability and liquidity show how the financial situation that is owned by a company, including companies engaged in banking and General Islamic Banking. The role of banking is as intermediary of the parties that have excess fund to the other parties in which the parties are insufficiency of funds, the distribution of that is done by financing. Therefore, the company needs to analyze quantities of financing that will be issued by considering of various aspects in the financial company. For deciding of financing quantities, it will be issued by General Islamic Banking that it should be observed in the aspects of profitability and liquidity in General Islamic Banking. Some of General Islamic Banking is not state in liquidity, it is showed by the large value of LDR in those company and NPL also increases so that it can decrease profitability of the company. Decreasing of profitability will decrease distribution of funds that will be distributed to the society as the effect that occurred of fund's distribution in which it increased and profitability gets decreasing as a result liquidity of the company also gets decreasing experience.*

*This study aims to know whether or not profitability and liquidity have influence to the financial of General Islamic Banking in 2011-2015. Sample of General Islamic Banking is all of the General Islamic Banking in Indonesia, there are eleven General Islamic Banking that still operate in Indonesia. On the other hand, this study also purposed to know whether or not all independent variables (Profitability and liquidity) in this study have influence to the quantities of financing in General Islamic Banking.*

*The result of this study shows that liquidity has influence to the financing of General Islamic Banking likewise profitability has influence to the quantities of financing in which it is issued by General Islamic Banking significantly. However variable of profitability and liquidity have not influence simultaneously to the financing of General Islamic Banking in Indonesia.*

*Keywords: Liquidity, Profitability, NIM, LDR, Financing.*