

ABSTRACT

Profit presented in the financial statements is very important. Bank management analyzes changes in profit at the company in order to determine future business plans. Therefore profit growth is very important for the company. The company's performance is also seen from the profit growth. Profit growth measures how the income profit in the current periode to profit in the previous year.

This research was conducted to find out how the simultaneous and partial influence between Non Performing Loan (NPL), Loan Deposit Ratio (LDR), Good Corporate Governance (GCG), Net Interest Margin (NIM), and Capital Adequacy Ratio (CAR) on profit growth in banking companies on Infobank15 index 2016-2018. This research uses quantitative methods with descriptive research and hypothesis testing. Hypothesis was tested using descriptive statistical analysis and data panel regression analysis using Eviews 10. The sampling technique in this study was saturated sampling so the sampling in the study were companies in Infobank15 index with three years of research period so that 45 sample units were obtained.

The results of this study indicate that the variable Non Performing Loan (NPL), Loan Deposit Ratio (LDR), Good Corporate Governance (GCG), Net Interest Margin (NIM), and Capital Adequacy Ratio (CAR) simultaneously have a significant effect on profit growth. While partially, Non Performing Loan (NPL) have a significant negative effect on profit growth and Net Interest Margin (NIM) have a significant positive effect on profit growth. While Loan Deposit Ratio (LDR), Good Corporate Governance (GCG), and Capital Adequacy Ratio (CAR) variable do not have a significant on profit growth.

Keywords: *financial health of the bank, NPL, LDR, GCG, NIM, CAR, profit growth*