

## ABSTRACT

*Profitability is a ratio that describes whether a business entity has a very good opportunity in the future, namely from selling, using and utilizing assets or utilizing capital. It looks good as a banking can be seen from the management's performance in generating maximum profit in accordance with the company's target. The purpose of this study was to determine the relationship between the capital adequacy ratio (CAR), operating costs and operating income (BOPO). And non performance financial (NPF) on profitability.*

*This study aims to determine the effect of capital adequacy ratio (CAR), operating costs of operating income (BOPO) on profitability in Islamic banking in Indonesia for the 2015-2019 period. The sampling technique in this study was purposive sampling and obtained 12 banks with a research period of 5 years, so that a total sample of 58 banks was obtained. The data analysis method in this study is panel data regression analysis using Eviews version 9 software.*

*The results showed that the effect of CAR, BOPO, and NPF simultaneously significant effect on profitability. Partially, the CAR shows that the T test value is 0.8926, so that the CAR has no effect on profitability. Meanwhile, the BOPO value is 0.0097 and the NPF is 0.0052, meaning that the BOPO and NPF have an effect on profitability.*

*Key words : Capital Adequacy Ratio (CAR), Operating Cost of Operating Income (BOPO), Non Performance Financial (NPF), Return On Assets (ROA).*

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