

ABSTRACT

Governance, Risk, and Compliance are three comprehensive concepts that aim to help align policies from a shared perspective in order to create an organization that is managed in an appropriate manner and protects Foreign Exchange National Private Banks from various risks that arise so that the image of the National Foreign Exchange Private Commercial Banks remains good. in the eyes of the public and investors. The ineffective implementation of Governace, Risk, and Compliance will trigger investor distrust of the company that he will invest in.

This study aims to determine the effect of implementing the quality of governance, risk, and Compliance which includes financial ratios with Governance represented by the Composite Value, risk is represented by Non Performing Loan and Loan to Deposit Ratio, and Compliance is represented by the Board of Commissioners on stock returns in commercial bank companies. national private foreign exchange listed on the Indonesia Stock Exchange 2016-2020. This research methodology uses descriptive quantitative method with panel data and secondary data obtained from the Indonesia Stock Exchange. Purposive sampling technique was used to take samples in this study, so as to obtain a total sample of 13 banks for the 2016-2020 period.

The results of this study indicate that the Composite Value, Non Performing Loan (NPL), Loan to Deposit Ratio (LDR), Board of Commissioners have no effect on stock returns. Partially, Composite Value, Non Performing Loan (NPL), Board of Commissioners and Loan to Deposit Ratio (LDR) have no significant effect on stock returns.

Keywords : *Governance, Risk, Compliance, Composite Value, Non Performing Loan (NPL), Loan to Deposit Ratio (LDR), Board of Commissioners, Stock returns.*