

## **ABSTRACT**

*Profitability is a ratio that describes whether a business entity has a very good opportunity in the future, which comes from sales activities, use and utilization or use of capital. It looks good a bank is seen from the performance of management in generating maximum profit in accordance with the company's target The purpose of this study is to determine the relationship between capital adequacy ratio (CAR), Non-Performance Financing, operational income operating costs (BOPO) on profitability.*

*This study aims to determine the existence of capital adequacy ratio (CAR), operational income operating costs (BOPO) on profitability in Islamic banking in Indonesia for the 2016-2020 period. The sampling technique in this study was purposive sampling and obtained 12 banks with a study period of 5 years.*

*The results showed that the capital adequacy ratio, non-performing finance, operating costs of operating income had a simultaneous effect on profitability. Partially, the capital adequacy ratio has no effect on profitability and non-performing finance has no effect on profitability. While the operational costs of operating income have a negative effect on profitability*

**Keywords :** Capital Adequacy Ratio (CAR), Non Performing Financing (NPF) Operating Costs Operating Income (BOPO)