

TABLE OF CONTENTS

	Page
COVER PAGE	
TITLE PAGE	
DECLARATION OF AUTHENTICITY OF FINAL PAPER AND UPLOAD AGREEMENT	i
APPROVAL PAGE BY FINAL PAPER ADVISOR.....	iii
APPROVAL PAGE BY FINAL PAPER DEFENSE COMMITTEE.....	iv
ABSTRACT	v
ABSTRAK	vi
TABLE OF CONTENTS.....	ix
LIST OF FIGURES	xiii
LIST OF TABLES	xiv
LIST OF APPENDIXES	xv
CHAPTER I INTRODUCTION.....	1
1.1 Background of the Study	1
1.2 Problem Limitation.....	6
1.3 Problem Formulation.....	6
1.4 Objectives of the Research	7
1.5 Benefits of the Research.....	8
1.5.1 Theoretical Benefits	8
1.5.2 Practical Benefits	8

CHAPTER II LITERATURE REVIEW AND HYPOTHESIS	
DEVELOPMENT	10
2.1 Theoretical Background	10
2.1.1 Firm Value	10
2.1.2 Signaling Theory	11
2.1.3 Bank and Banking	12
2.1.4 Financial Statement Analysis	16
2.1.5 Financial Ratio	18
2.1.6 Capital Adequacy Ratio	21
2.1.7 Return on Assets	22
2.1.8 Capital Structure.....	24
2.1.9 Non-Performing Loan	27
2.2 Previous Research	31
2.3 Hypothesis Development	36
2.3.1 Capital Adequacy Ratio on Firm Value	36
2.3.2 Capital Structure on Firm Value	36
2.3.3 Return on Assets on Firm Value	37
2.3.4 Non-Performing Loan to Firm Value.....	37
2.3.5 Capital Adequacy Ratio, Capital Structure, Return on Assets, and Non-Performing Loan to Firm Value.....	38
2.4 Research Model	38
2.5 Framework of Thinking.....	39
CHAPTER III RESEARCH METHODOLOGY	40

3.1	Research Design	40
3.2	Population and Sample	41
3.3	Data Collection Method	44
3.4	Operational Variable Determination and Variable Measurement	45
3.4.1	Firm Value (Y).....	45
3.4.2	Capital Adequacy Ratio (X_1)	46
3.4.3	Capital Structure (X_2).....	46
3.4.4	Non-Performing Loan (X_3)	47
3.4.5	Return on Assets (X_4)	48
3.5	Data Analysis Method	49
3.5.1	Descriptive Analysis	49
3.5.2	Classical Assumption Test	50
3.5.2.1	Normality Test.....	50
3.5.2.2	Multicollinearity Test	51
3.5.2.3	Heteroscedasticity Test.....	52
3.5.2.4	Autocorrelation Test.....	53
3.5.3	Multiple Linear Regression Analysis.....	54
3.5.4	Hypothesis Testing	55
3.5.4.1	T-Test	56
3.5.4.2	Partial F-Test	57
3.5.4.3	Coefficient of Determination (Adjusted R^2).....	58
CHAPTER IV RESEARCH RESULT AND DISCUSSION	60	
4.1	General View on Banking Sector Companies	60

4.2 Data Analysis	61
4.2.1 Descriptive Statistics	61
4.2.2 Result of Classical Assumption Test	63
4.2.2.1 Normality Test.....	63
4.2.2.2 Heteroscedasticity Test.....	66
4.2.2.3 Multicollinearity Test	67
4.2.2.4 Autocorrelation Test.....	68
4.2.3 Result of Hypothesis Testing	70
4.2.3.1 Multiple Linear Regression Analysis	70
4.2.3.2 Partial T-Test	72
4.2.3.3 Simultaneous F-Test.....	75
4.2.3.4 Coefficient of Determination (R^2 Test)	77
4.3 Discussion	79
4.3.1 The Impact of Capital Adequacy Ratio towards Firm Value.....	79
4.3.2 The Impact of Capital Structure towards Firm Value	81
4.3.3 The Impact of Non-Performing Loan towards Firm Value	82
4.3.4 The Impact of Return on Assets towards Firm Value.....	84
4.3.5 The Impact of Capital Adequacy Ratio, Capital Structure, Non- Performing Loan, and Return on Assets towards Firm Value	85
CHAPTER V CONCLUSION	87
5.1 Conclusion.....	87
5.2 Recommendation.....	89
REFERENCES.....	90

LIST OF FIGURES

FIGURE 2. 1 RESEARCH MODEL	38
FIGURE 2. 2 FRAMEWORK OF THINKING.....	39
FIGURE 4. 1 NORMALITY TEST (HISTOGRAM)	65
FIGURE 4. 2 NORMALITY TEST (P-PLOT)	66
FIGURE 4. 3 HETEROSCEDASTICITY TEST (SCATTERPLOT)	66
FIGURE 4. 4 DURBIN-WATSON DECISION AREA	70

LIST OF TABLES

TABLE 1. 1 COMPARISON TABLE OF TOP FOUR BEST PERFORMING BANKING COMPANY IN INDONESIA	4
TABLE 2. 1 CREDIT COLLECTABILITY STATUS	28
TABLE 2. 2 PREVIOUS RESEARCH	34
TABLE 3. 1 SAMPLE OF THE RESEARCH	43
TABLE 3. 2 VARIABLE MEASUREMENT AND SCALE.....	49
TABLE 4. 1 DESCRIPTIVE STATISTICS	61
TABLE 4. 2 ONE SAMPLE K-S TEST	64
TABLE 4. 3 ONE SAMPLE K-S (AFTER RECOVERY)	64
TABLE 4. 4 HETEROSCEDASTICITY TEST (GLEJSER TEST METHOD)	67
TABLE 4. 5 COLINEARITY STATISTIC TESTING	68
TABLE 4. 6 AUTOCORRELATION TEST (RUNS TEST)	69
TABLE 4. 7 AUTOCORRELATION TEST (DURBIN-WATSON)	69
TABLE 4. 8 MULTIPLE LINEAR REGRESSION ANALYSIS	70
TABLE 4. 9 ANALYSIS OF VARIANCE (ANOVA) TABLE	76
TABLE 4. 10 COEFFICIENT OF DETERMINATION TEST.....	78

LIST OF APPENDIXES

APPENDIX A: LIST OF SAMPLES	A-1
APPENDIX B: LIST OF SAMPLES (WITH PROFIT AND LOSS)	B-1
APPENDIX C: T-TABLE (TWO-TAILS)	C-1
APPENDIX D: F-TABLE	D-1
APPENDIX E: COMPUTATION OUTPUT OF EACH VARIABLE	E-1