

TABLE OF CONTENT

	page
COVER PAGE	
TITLE PAGE	
DECLARATION OF AUTHENTICITY OF FINAL PAPER AND UPLOAD AGREEMENT	ii
APPROVAL PAGE BY FINAL PAPER ADVISOR.....	iv
APPROVAL PAGE BY FINAL PAPER DEFENSE COMMITTEE.....	v
ABSTRACT	vi
ABSTRAK	vii
PREFACE.....	viii
TABLE OF CONTENT.....	x
LIST OF FIGURES	xiii
LIST OF TABLES	xiv
LIST OF APPENDIXES	xv
CHAPTER 1 INTRODUCTION	1
1.1 Background of study.....	1
1.2 Problem Formulation.....	5
1.3 Objective Of Research.....	5
1.4 Benefits of the Research	5
1.4.1 Theoretical Benefits	6
1.4.2 Practical Benefits	6
1.5 Problem Limitation.....	6
CHAPTER II LITERATURE REVIEW AND HYPOTHESIS DEVELOPMENT	8
2.1 Theoretical Background	8
2.1.1 Agency Theory	8
2.1.2 Liquidity	9

2.1.3	Financial Performance	10
2.2	Previous Research.....	11
2.3	Research Model	14
2.4	Hypothesis Development.....	14
2.4.1	The Effect of Liquidity Towards Financial Performance	14
2.5	Framework Thinking	16
CHAPTER III RESEARCH METHODOLOGY		17
3.1	Population, Sample, and Source of Data	17
3.1.1	Population	17
3.1.2	Sample	17
3.1.3	Source of Data	18
3.2	Data Collection Method.....	18
3.3	Regression Model	19
3.4	Operational Variables Definition.....	19
3.4.1	Dependent Variable	20
3.4.2	Independent Variable	20
3.4.3	Control Variables.....	21
3.5	Data Analysis.....	22
3.5.1	Descriptive Statistic	23
3.5.2	Correlation Test	23
3.5.3	Classic Assumption Test.....	23
3.5.4	Model Testing.....	25
3.5.5	Hypothesis Testing	26
CHAPTER IV RESULT AND DISCUSSION.....		28
4.1	General View Of Research Object	28
4.2	Research Result	28
4.2.1	Descriptive Statistic	28
4.2.2	Result Of Correlation Test.....	30
4.2.3	Classical Assumption Test.....	32

4.2.4	Multiple Linear Regression	36
4.2.5	Result of Model Testing	37
4.2.6	Result of Hypothesis Test.....	38
4.3	Discussion.....	38
4.3.1	The Influence of Liquidity on Financial Performance	38
CHAPTER V CONCLUSION AND RECOMMENDATION		40
5.1	Conclusion	40
5.2	Research Implication	40
5.3	Research Limitation.....	41
5.4	Recommendations	41
REFERENCES.....		43

LIST OF FIGURES

	page
Figure 2.1 Research Model	14
Figure 2.2 Framework Of Thinking	16



LIST OF TABLES

	page
Table 1.1 Table of Phenomenon	3
Table 2.1 Previous Research.....	11
Table 4.1 Sample Determination	28
Table 4.2 Descriptive Statistic	29
Table 4.3 Independent – Dependent Correlation Result	30
Table 4.4 Independent - Independent Correlation Result	30
Table 4.5 Result of Kolmogorov - Smirnov Test.....	33
Table 4.6 Result of Multicollinearity Test	33
Table 4.7 Result of Autocorrelation Test.....	34
Table 4.8 Result of Heteroscedasticity Test (Before Outlier).....	35
Table 4.9 Result of Heteroscedasticity (After Outlier)	35
Table 4.10 Summary of Classical Assumption Test	36
Table 4.11 Regression Model	36
Table 4.12 Coefficient of Determination Result	37
Table 4.13 F-Test Result	37
Table 4.14 Hypothesis Test (T-Test)	38

LIST OF APPENDIXES

	page
APPENDIX A: LIST OF POPULATION AND ELIGIBLE SAMPLE	A-1

