

ABSTRACT

This study aims to analyze the effect of growth on performance and on digital banks, and examine the moderating of ownership variables which are proxied by the effect on bank performance as measured by ROA and Tobins Q and bank risk as measured by Z-Score on digital banks in Indonesia.

The research data is taken from banking financial reports listed on the Indonesia Stock Exchange (IDX) for the 2020-2021 period. The number of samples used in this study was 70 using purposive sampling technique. The analytical method used is Multiple Linear Regression and Moderated Regression Analysis.

The results of this study indicate that the possibility of a positive and significant effect on bank performance as measured by ROA and Tobin's Q. And has a positive and significant effect on bank risk as measured by Z-Score. In addition, this study shows that bank ownership has a negative and significant influence in moderating the influence of ROA. Meanwhile, banks with ownership are unable to moderate the effect of income on Tobin's Q and Z-Score.

Keywords : *Digital Bank, Income Diversification, Bank Performance, Bank Risk, Concentrated Ownership.*