

## **ABSTRACT**

*This study aims to examine the effect of working capital financing on firm performance moderated by financial flexibility. The sample used in this study is property and real estate firms listed on the Indonesia Stock Exchange (IDX) during the 2016-2020 period which were selected using the purposive sampling method.*

*The number of samples obtained were 22 firms with an observation period of 5 years, so the research sample obtained was 110. The method used in this study was panel data regression fixed effect model (FEM) using EViews 10 as an analytical tool.*

*The results show that WCF has a significant positive effect on ROE, while WCF<sup>2</sup> has a significant negative effect on ROE which confirms the effect of working capital financing on firm performance in the form of an inverted u-shape. In addition, the results of the study found that financial flexibility can moderate the effect of working capital financing on firm performance. The growth control variable has a significant positive effect. Furthermore, the leverage has a significant negative effect. Meanwhile size, asset tangibility, and liquidity have no significant effect.*

**Keywords:** *firm performance, working capital financing, financial flexibility, firm size, firm growth, asset tangibility, leverage, liquidity*