

ABSTRACT

The existence of COVID-19 has a negative impact on the financial performance of conventional and Islamic banks. Banks as institutions that collect and distribute funds that capitalize on public trust are required to have good financial performance. Islamic banks and conventional banks have different systems in running their businesses, resulting in different financial performance.

This study aims to see a comparison of financial performance between conventional commercial banks and Islamic commercial banks for the period before and during COVID-19 in Indonesia. The method used in this research is the RGEC method (Risk Profile, Good Corporate Governance, Earnings, Capital). This study uses the Mann Whitney test. The data used in this study are the financial statements of conventional commercial banks and Islamic commercial banks from the fourth quarter of 2019 to the third quarter of 2020.

The results of this study indicate that conventional commercial banks had a better level of performance before COVID-19, while Islamic commercial banks showed a better level of performance during COVID-19 in Indonesia. This study also found that overall, there are significant differences between conventional commercial banks and Islamic commercial banks.

Keywords: Performance, RGEC, Bank Health Level, COVID-19.