

ABSTRACT

This study aims to analyze the effect of corporate governance mechanisms on banking financial performance with cash flow as a mediating variable in conventional banks listed on the Indonesia Stock Exchange (IDX). Financial performance is measured using Return on Assets (ROA) as an indicator of profitability.

This study employs a quantitative approach with multilevel regression analysis and a mediation test using SPSS version 25 software. The research method used is non-probability sampling. The data used are secondary data obtained from financial reports and official Bloomberg publications. The research sample included 38 conventional banks in Indonesia using a purposive sampling technique.

The results indicate that the board of commissioners has a positive effect on ROA. Operating cash flow and investment cash flow act as mediating variables in the relationship between the board of commissioners and ROA. Investment cash flow also acts as a mediator in the relationship between the independent board of commissioners and ROA.

Keywords: *Governance Mechanisms, Cash Flow, ROA, Conventional Banking*

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