

ABSTRACT

Financial statements of the company information is needed by investors. That information is used to analyze the condition and performance. Changes in earnings is important to find out the future business prospects. This study aimed to analyze the influence of financial ratios of LDR, NIM, Size, LDR, BOPO and GWM to changes in earnings

The study was conducted on Foreign Exchange Bank and Non Foreign Exchange Bank in the period 2006-2009 by taking a sample of 43 banks that divided 26 Foreign Exchange Banks and 17 Non Foreign Exchange Banks. Data collection methods used are literature and documentation. Data analysis techniques using data normality test, the deviation of classical assumptions, test the multiple linear regression analysis, and hypothesis testing using tools SPSS.

The results showed that Non Performing Loan (NPL), Net Interest Margin (NIM), Size, Loan to Deposit Ratio (LDR), and Minimum Reserve Requirement (GWM are not shown to have significant influence on changes in earnings in Foreign Exchange Bank. Only Loan to Deposit Ratio (LDR) is proved to have a negative and significant influence on changes in earnings in Non Foreign Exchange Bank..

Keywords: earning changes, NPL, NIM, Size, LDR, BOPO and GWM