

ABSTRACT

The emergence of conventional banking and Islamic banking has made the banking industry tighter, banks need to improve and maintain their performance so that customers do not switch to using other services. In the 2015-2019 total asset period, when compared to conventional banking, it has a large total asset compared to Islamic banking. Islamic bank users are also less interested than conventional banks. So this research aims to determine the condition of the financial performance of conventional banks and Islamic banking using the financial ratios of LDR, NPL, ROA, ROE, BOPO, CAR for the period 2015-2019 and to find out the differences in the financial performance of Islamic banking and conventional banking using the LDR, NPL ratio. , ROA, ROE, BOPO, CAR for the period 2015-2019.

The method used in this research is descriptive statistical test and independent sample t-test. The results of the research on the banking financial performance test show that there are only differences in the NPL ratio and there are no differences in the ratios of LDR, ROA, ROE, BOPO and CAR. So that overall it can be concluded that there is no significant difference in the financial performance of conventional banking and Islamic banking for the 2015-2019 period.

Conventional banking has better financial performance in terms of ROA, ROE and BOPO. Meanwhile, Islamic banks have better financial performance than LDR, NPL and CAR. Advice for academics is expected to add insight and knowledge about banking, for further researchers it is hoped that it can add references in conducting research in the banking sector, for improvement it is hoped that it can maintain and improve its financial performance so that it is always in good condition, for customers it is expected to be able to see its financial performance for determine the services to be used.

Keyword : LDR, NPL, ROA, ROE, BOPO, CAR