

ABSTRACT

The assessment of the soundness of banks in this study uses a risk approach (Risk-Based Bank Rating) with assessment coverage of several factors, namely risk, implementation of Good Corporate Governance (GCG), profitability (earnings), and capital (capital). This study aims to assess the soundness of banks listed on the Indonesia Stock Exchange using the RGEC method for 2019-2020. This type of research is classified as quantitative research. The subjects of this study are state-owned banks listed on the Indonesia Stock Exchange. Sources of data used using secondary data in the form of financial statements from each bank.

The results of this study indicate that in the risk factors of state-owned banks in 2019 - 2020 the NPL ratio is at the "Healthy" rating and the LDR ratio is at the "Sufficiently Healthy" rating. In terms of implementing Good Corporate Governance (GCG) BUMN Banks are in the "Healthy" rating. In terms of profitability (earnings), BUMN Banks experienced a decline in the ROA ratio from "Healthy" in 2019 to "Sufficiently Healthy" in 2020. In the NIM ratio, BUMN Banks were ranked "Healthy". In terms of capital, state-owned banks in the CAR ratio are in the "Very Healthy" rating. In terms of overall bank soundness, state-owned banks are ranked "Very Healthy" in 2019 - 2020 although there is a decline in the composite rate in 2020.

Keywords: *Annual Report, RGEC Methods, Soundness Level of Banks, State-owned Banks.*