

ABSTRACT

Tuhani Arum Kusuma Sari. 2014. THESIS. Tittle : “Influence of Cash Flow Statement to Affect Earnings On Islamic Banking in Indonesia”.

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Influence of the cash flow statement to earnings, in the income statement that occurs in the company where any increasing operational will generate increasing earnings. Moreover of a cash flow statement who there will know how much net cash flow that will determine how much earnings is obtained in real terms. Basically the statement of cash flows that exist in Islamic banks are not much different from the conventional banks because the same basis is applied, there are some differences in the division of the profits when the conventional banks using interest, and the Islamic banks to use the outcome.

This research uses descriptive quantitative approach. The aim is to determine the financial performance of Islamic Banking in Indonesia, which is registered in the Bank Indonesia to analyze the influence of cash flows as a measure of financial performance affect earnings. The population in this research 35 Islamic banks 2010-2012 and a sample of 15 Islamic banks. The method used in sampling is purposive sampling method. The type of data in this research is a secondary obtained from the website of Bank Indonesia, www.bi.go.id. While the data collection conducted by means of a literature review and study documentation. The dependent variable used in this research is earnings. While the independent variables were used that cash flow to net income ratio, Quality Flow of Income, Reinvestment and Debt Coverage Ratio. In this research, hypothesis testing using multiple regression with SPSS version 21.0. Partial test using T test and simultaneous testing using the F test.

Partial test result that the variable cash flow net income, quality income ratio and debt coverage ratio is a significant effect on earnings. While the reinvestment variables no significant effect on earnings. While simultaneously testing the result that the net cash flow variable income, quality income ratio, debt coverage ratio of reinvestment and significant effect on earnings.