

Romadhan, Moh. Mohlis, 2013, Thesis. Title: "Accounting Treatment on Musharaka Financing Based on SFAS 106 in BMT UGT Sidogiri Waru Pamekasan branch".

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One of the BMT activity is distributing funds to members through a variety of financing including *musharaka*. *Musharaka* is a partnership agreement between the two parties that share the profits as already stated in the prior agreement before doing a business. This study aims to determine the accounting treatment for the *musharaka* financing in BMT UGT Sidogiri, Waru Pamekasan branch.

This is a qualitative research using descriptive approach. This research aims to describe the *musharaka* financing that covers procedures up to the accounting on *musharaka* financing includes the recognition, measurement, presentation, and disclosure and analyze it based on SFAS 106.

Based on the results of research carried out in BMT UGT, Waru Pamekasan branch, the accounting treatment on *musharaka* financing that is conducted until the end of its execution include the recognition, measurement, and disclosure is appropriate since it is based on SFAS 106, the presentation of *musharaka* financing is not in accordance with SFAS 106 yet. BMT UGT Sidogiri, Waru Pamekasan branch, present the given cash upon the delivery of funds by each partner as receivable *musharaka*. Whereas, the SFAS 106 statement says "Cash or non-cash assets given to the active partner are presented as *musharaka* investments." Thus, the cash received by each partner should be presented as *musharaka* investments.