

Corporate Governance and Financial Performance: Evidence From Indonesian Islamic Banks

Authors : Ummu Salma Al Azizah, Herri Mulyono, Anisa Mauliata Suryana

Abstract : The significance of corporate governance regarding to the agency problem have been transparent. This study examine the impact of corporate governance on the performance of Islamic banking in Indonesia. By using fixed effect model and added some control variable, the current study try to explore the correlation between the theoretical framework on corporate governance, such as agency theory and risk management theory. The bank performance (Return on Asset and Return on Equity) which are operational performance and financial performance. And Corporate governance based on Board size, CEO duality, Audit committee and Shariah supervisory board. The limitation of this study only focus on the Islamic banks performance from year 2015 to 2020. The study fill the gap in the literature by addressing the issue of corporate governance on Islamic banks performance in Indonesia.

Keywords : corporate governance, financial performance, islamic banks, listed companies, Indonesia

Conference Title : ICIBFC 2023 : International Conference on Islamic Banking, Finance and Commerce

Conference Location : Istanbul, Türkiye

Conference Dates : July 24-25, 2023