FINANCIAL PERFORMANCE SIMULATION ANALYSIS THROUGH ECONOMIC VALUE ADDED ON MERGER & ACQUISITION APPROACH AMONG STATE OWNED BANKS (CASE STUDY OF PT BANK NEGARA INDONESIA (PERSERO) Tbk, PT BANK RAKYAT INDONESIA (PERSERO) Tbk, AND PT BANK TABUNGAN NEGARA (PERSERO))

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Abstract
Objective
The objectives of this thesis is to gain more knowledge and understanding regarding the financial performance valuation analysis using Economic Value Added (EVA) approach, which is applied to merger and acquisition with case study on PT Bank Negara Indonesia (Persero) Tbk, PT Bank Rakyat Indonesia (Persero) Tbk, and PT Bank Tabungan Negara (Persero).

Method
The financial performance method that is used in this thesis is EVA approach with Pooling of Interest Method to calculate the merger bank.

Result

Conclusion
Based on the EVA result, it can be seen that those three banks, BNI, BRI, and BTN including merger banks shows a decrease in negative amount from 2004 to 2006. Therefore, it is better for those three bank to stay as single entity, since the EVA amount of merger bank is smaller than EVA amount of those three banks as single entity.

Key Words
EVA, Merger, NOPAT, Invested Capital, Cost of Debt, Cost of Equity, and WACC.
PREFACE

This thesis entitled, “FINANCIAL PERFORMANCE SIMULATION ANALYSIS THROUGH ECONOMIC VALUE ADDED ON MERGER & ACQUISITION APPROACH AMONG STATE OWNED BANKS (CASE STUDY OF PT BANK NEGARA INDONESIA (PERSERO) Tbk, PT BANK RAKYAT INDONESIA (PERSERO) Tbk, AND PT BANK TABUNGAN NEGARA (PERSERO))” was prepared in order to fulfil the only final requirement to obtain a degree of Bachelor of Commerce in Accounting Major at Bina Nusantara International University Jakarta.

First thing first, the writer would like to express her feeling of thankful and gratefulness to God for His blessing and guidance so that the writer can finish in doing the thesis. In creating this thesis, the writer got a lot of help and support from a lot of people. Therefore, the writer would like to thankful to:

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Jakarta, August 2007

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