

**ANALYSIS OF THE FINANCIAL PERFORMANCE OF COMPANIES
BEFORE AND AFTER MERGERS AND ACQUISITIONS
(IN THE PERIOD OF 2009 – 2012)**

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STATEMENT BY THE AUTHOR

I hereby declare that this submission is my own work and to the best of my knowledge, it contains no material previously published or written by another person, nor material which to a substantial extent has been accepted for the award of any other degree or diploma at any educational institution, except where due acknowledgement is made in the thesis.

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ABSTRACT

ANALYSIS OF THE FINANCIAL PERFORMANCE OF COMPANIES BEFORE AND AFTER MERGERS AND ACQUISITIONS (IN THE PERIOD OF 2009 – 2012)

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This research aims to analyze differences of financial performance for before merger and acquisition and after merger and acquisition. The ratios of financial performance used as indicator in this research is Current Ratio, Return on Equity, Return on Assets, Net Profit Margin, Debt Ratio, Debt to Equity Ratio, Earnings per Share, and Total Asset Turnover. This study takes population from all company that involved in merger and acquisition activity in the period of 2009 – 2012. The population in this study is consists of 22 companies listed in Indonesia Stock Exchange, with the appropriate criteria have been determined. The ratios are obtained from Indonesia Stock Exchange and Indonesia Capital Market Electronic Library. The analysis used to test the hypothesis of this research is Paired Sample T Test. The test result using the Paired Sample T Test showed that there was no significant difference in financial performance before and after merger and acquisition activity.

Keywords: Mergers and acquisitions, Financial Performance, Paired T Test



DEDICATION

I dedicate this thesis to the greatest people in this world: Father, Mother, Sister, and Best friends.



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First of all, I would like to say thank you to Allah SWT who has given strength, so that I can finish the thesis entitle “Analysis of the Financial Performance of Companies before and after Mergers or Acquisitions (in the period of 2009 – 2012)”, as one of the conditions to completion of a bachelor program at Swiss German University.

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