

**MERGERS AND ACQUISITIONS ON FINANCIAL PERFORMANCE AND
EFFICIENCY: EVIDENCE FROM NON-FINANCIAL COMPANIES LISTED
IN INDONESIA STOCK EXCHANGE**

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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

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Numbers of M&A transactions in Indonesia and worldwide are increasing over the years. Companies conducted M&A as a growth strategy that in return would benefit them. This research examines whether there is significant difference in financial performance after M&A and whether efficiency improves after M&A. The sample of the study consists of 21 non-financial public companies that conducted M&A during the year 2011 to 2017. Wilcoxon signed rank test and Data Envelopment Analysis are used to process the data. The findings show that ROA, ROE and NPM decrease significantly after M&A. On the other hand, there are no significant differences in CR, DER, TATO and Tobin's Q after M&A. The result of the DEA for efficiency scores shows that only 8 companies experience an increase in efficiency scores after M&A. While efficiency scores for other 13 companies decrease after M&A. Therefore, this research concludes that efficiency does not improve after M&A.

Keywords: Mergers, Acquisitions, DEA, Financial Performance, Indonesia



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DEDICATION

I dedicate this work to my parents, my family, and my advisor Margaretha Tiur
Pasuria Lingga, S.E., M.M.



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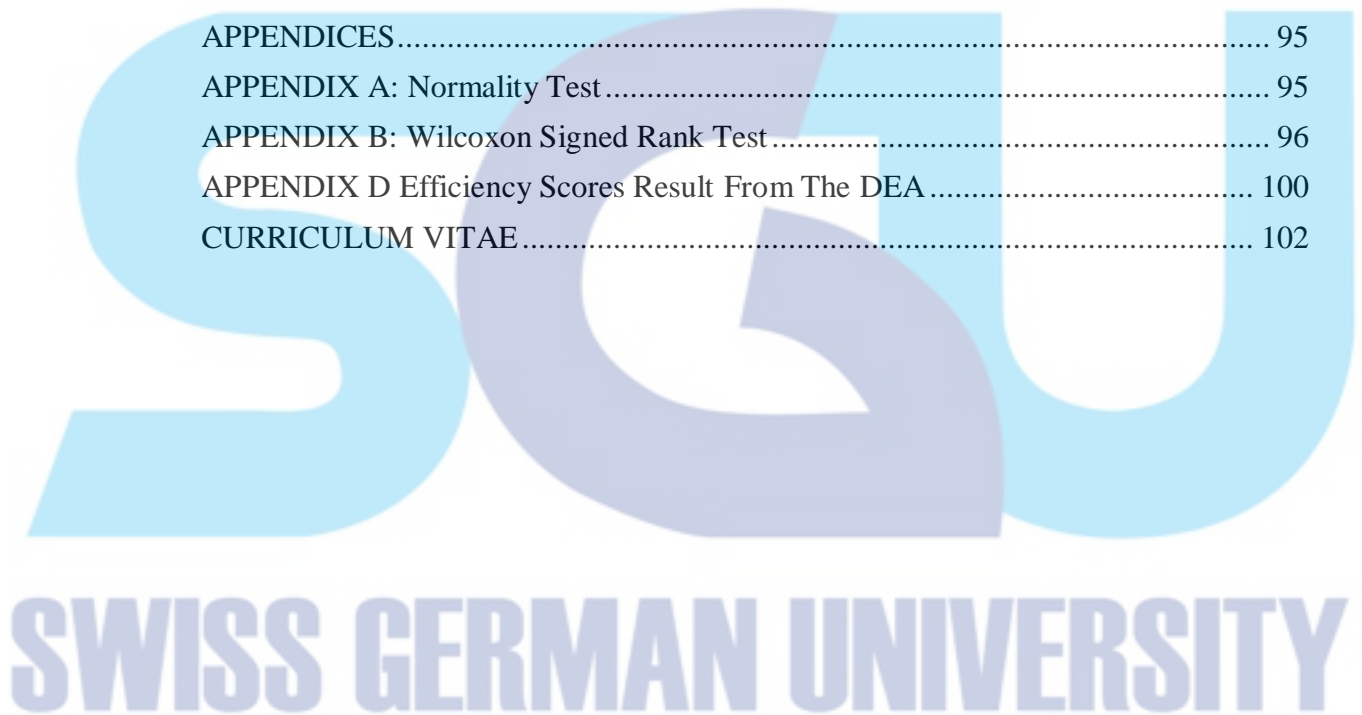
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