ABSTRACK

The research was conducted on Islamic bank registered in the financial service authority to see annual financial statement consisting of the balance sheet and profit and loss from 2011-2014. The aim of this study is to examine and analyze the influence of capital adequacy ratio (CAR) and non performing financing (NPF) on return on asset (ROA) of Islamic banks registered in the financial service authority.

The study use descriptive analysis and verification method with quantitative approach. This study use a sample of saturated, 11 islamic banks registered in the financial services authority. The data obtained as an annual publication of financial statements consisting of balance sheet and profit and loss for 4 years in the 2011-2014. The data analysis technique used is the technique of multiple linear regression analysis.

The result showed that the variables of capital adequacy ratio (CAR) is partially significant efeect with the positive direction of the variabel return on asset (ROA). While the variable non performing financing (NPF) is partially significant effect with negative direction of the variabel return on asset (ROA).

***Keyword** : capital adequacy ratio (CAR), non performing financing (NPF), return on asset (ROA).*