## ABSTRACT

***THE INFLUENCE OF INVENTORY TURNOVER AND CASH FLOW TO PROFITABILITY ON PT. KIMIA FARMA (PERSERO), Tbk. PLANT BANDUNG***

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*This research aims to determine the inventory turnover, cash flow, and profitability also to know the ifluence of inventory turnover and cash flow to profitability to simultaneously and partially on PT. Kimia Farma (Persero), Tbk Plant Bandung.*

*The method used is descriptive method and verifikatif. While the data used are secondary data are financial statements PT. Kimia Farma (Persero), Tbk Bandung Plant consists of data from 1997 to 2011.*

*Relations inventory turnover to profitability with a partial is strong and opposite, and for cash flow to partial with profitabiltay is strong and unidirectional. While simultaneously of the relationship inventory turnover and cash flow on profitability is strong and unidirectional, with the effect of 60.4%. The results of research showed that the inventory turnover and cash flow have influence significant to profitability.*



***Keywords** : inventory turnover, cash flow, and profitability.*