## *ABSTRACT*

*This study describes the relationship between corporate governance and financial performance in the banking company. The indicators used to describe the corporate governance in this study consists of the institusional ownership, the proportion of independent commissioner board, audit committee and board of directors with cash flow retirn on assets which are used to measure the financial performance of the company. The data obtained were then processed and analyzed with SPSS version 18.*

*The analytical method used in this research is multiple regression analysis, because in accordance with the purpose of this study was to analyze the influence of independent variables on the dependent variable. The sampel used in this study are all banking companies listed in Indonesia Stock Exchange (BEI) in the period 2013-2015. To determine the sample selection using purposive sampling method. By using this method the company acquired 21 banking companies will serve as a sampel in this study.*

*From the results of testing this hypothesis, suggesting that the size of the board of directors have a significant effect on the financial performance of the banking company. The results also show that institusional ownership, the proportion of independent commissioner board and audit committee has no effect on the financial performance of the banking company.*

***Key Words : Institusional Ownership, Proportion of Independent Commissioner Board, Audit Committee, Board of Directors andThe Size of Financial Performance (CFROA)***