

TABLE OF CONTENT

ACKNOWLEDGEMENT	ii
RATIFICATION	iii
STATEMENT OF ORIGINALITY	iv
PREFACE	v
DEDICATION	vi
ABSTRACT	x
INTISARI	xi
TABLE OF CONTENT	xii
LIST OF TABLES & FIGURES	xiv
LIST OF APPENDICES	xv
INTRODUCTION	1
1.1 Background of the Study	1
1.2 Problem Statement	4
1.3 Research Objective	4
1.4 Contribution of the Research	5
1.5 Writing Framework	5
LITERATURE REVIEW AND HYPOTHESIS DEVELOPMENT	8
2.1 Earnings Volatility	10
2.2 Bank Size	10
2.3 Market Concentration	12
2.4 Indonesia Banking System	14
2.5 Hypothesis Development	15
RESEARCH METHOD	17
3.1 Data and Sample	17
3.1.1 Research Sample	17
3.1.2 Research Data	18
3.1.3 Data Collecting Method	18
3.2 Description of Variables	19
3.2.1 Earnings Volatility as Dependent Variable	19

3.2.2 Independent Variables	20
3.2.3 Control Variables.....	21
3.4 Data Analysis Method	23
3.4.1 Panel Regression Model	24
3.4.2 Classical Assumption Test.....	26
3.4.3 Hypothesis Testing Methods.....	27
DATA ANALYSIS AND DISCUSSION.....	30
4.1 Descriptive Statistics.....	30
4.2 Regression Model	33
4.3 Classical Assumption.....	35
4.3.1 Heteroskedasticity Test.....	36
4.3.2 Autocorrelation Test	37
4.3.3 Treatment for Classical Assumption Problem	38
4.4 Multiple Regression Analysis	38
4.5 Marginal Effect.....	42
4.6 Discussions	44
4.6.1 Hypothesis 1	44
4.6.2 Hypothesis 2	44
4.6.3 Hypothesis 3	45
CONCLUSION AND RECOMMENDATIONS.....	47
5.1 Conclusion	47
5.2 Implications	48
5.3 Research Limitations	48
5.4 Recommendations.....	48
REFERENCES	49