

## **ABSTRACT**

### **ANALYSIS OF THE EFFECT OF LEVERAGE AND GOOD CORPORATE GOVERNANCE (GCG) ON PERFORMANCE WITH THE MAQASHID SHARIA INDEX (MSI) APPROACH TO SHARIA COMMERCIAL BANKS IN INDONESIA**

*By :*

Tita Trisnawati  
143403045

*Guided By :*

Dr. H. Dedi Kusmayadi S.E.,M.Si.,Ak.,CA  
Irman Firmansyah S.E., M.Si.,Ak.,CA

*This Study aims to 1) Analyze the performance of Islamic Banking in Indonesia with the Maqashid Sharia Index (MSI), 2) To empirically test the effect of leverage on the maqashid sharia index of sharia commercial banking in Indonesia, and 3) To empirically test the effect of good corporate governance (GCG) on the maqashid sharia index of sharia commercial banking in Indonesia. The method used is descriptive analysis method with a quantitative approach. In addition, using a purposive sampling method in selecting samples and analyzing the data used in this study is Ordinary Least Square (OLS). The study uses as many as 10 samples of sharia commercial banks registered in the OJK year (2011-2017). The result of the study indicate that: 1) Leverage and GCG simultaneously have no significant effect on Maqashid Sharia Index (MSI) in Islamic commercial banks. 2) Leverage partially have no significant effect on Maqashid Sharia Index (MSI) in sharia commercial bank, and 3) Good Corporate Governance (GCG) partially have no significant effect on the Maqashid Sharia Index (MSI) in Sharia Commercial banks.*

*Keywords: Leverage, Good Corporate Governance (GCG), Performance, and Maqashid Sharia Index (MSI)*