

## **ABSTRACT**

*The purposive of this study is to investigate the impact of CAR,NPF and BOPO on financial performance of Islamic Commercial Banks. The data utilized in this study consists of monthly data from Islamic Commercial Banks during the period 2019-2021. Data collections was conducted through purposive sampling involving 13 Islamic Commercial Banks. The research analysis employed the Structural Equation Model (SEM) method with a Partial Least Square (PLS-SEM) approach. Smart PLS 4 software was utilized for data analysis. The findings of the study reveal that CAR has a positive and significant influence on the profitability (ROA) of Islamic Commercial Banks, while NPF and BOPO do not exhibit a significant impact on profitability(ROA). Additionally, CAR and NPF have a positive and significant impact on liquidity (FDR), whereas BOPO demonstrates a negative and significant infl uence on liquidity (FDR).*

*Keywords : Financial Performance, Profitability, Liquidity, Capital Adequacy, Credit Risk, Operational Efficiency, Profitability, Financial Performance.*

