

ABSTRACT

This study aimed to examine the differences in financial performances between company who doing merger and acquisition with foreign and domestic companies. The population in this study is all companies that have been listed on the Indonesia Stock Exchange. Determination of the sample was determined by using purposive sampling method. The research sample totaling 17 companies, which were divided into two groups, domestic and foreign. From the results of hypothesis testing using parametric test, with Independet T-test using SPSS version 13.00, showed that there was difference in financial performance between companies who doing mergers and acquisitions with foreign and domestic companies, it looks from Current Ratio, Return On Asset, and Return On Equity. While based on the results of the Mean Difference value on Independent T-test, showed that the companies who doing merger and acquisition with foreign enterprises have better financial performance than companies that do mergers and acquisitions with domestic companies.

Keywords: merger, acquisition, financial performance, foreign, domestic.