Analysis of the Performance of ABC Bank and XYZ Bank and its Relevance with Business Plan Recapitalization Program
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The purpose this thesis is to evaluate the performance of ABC Bank and XYZ Bank after they have been recapitalized by government in the year of 2000, particularly in connection with the realization of their targets under their Business Plan during period of 2001 to 2003. The targets under the Business Plan of 2003 will be analyzed in relevance with those stated in Annual Budget in the same year which is approved by State Owned Enterprises Office as a shareholder of the banks.

Based on the calculation of 8 (eight) ratios as the benchmark of performance evaluation, it is known that the performance of ABC Bank and XYZ Bank in the year of 2002 have increased significantly compared with their 2001 performance. If their performance in the year 2002 be compared with the target in their Business Plan, ABC Bank has 4 (four) ratios and 1 (one) ratio, which failed to reach the Business Plan target for 2001 and 2002 respectively. For XYZ Bank, it has 1 (one) ratio in the year 2001, i.e Asset Utilization, which is failed to reach its Business Plan target.

It regard which the relevancy of ratios of ABC Bank and XYZ Bank Business Plan, in connection with those stated in Annual Budget 2003 it is absolutely known that the financial target under Business Plan year 2003 improper to be fixed the Business Plan for the year of 2003. We suggest that the targets under Business Plan for the year of 2003 adjusted with the target in Annual Budget year of 2003.