

## **ABSTRACT**

*This study aims to analyze the effect of net working capital and cash flow on cash holding in mining companies listed on the Indonesia Stock Exchange (IDX) for the period 2020–2024.*

*This research adopts a quantitative method using secondary data obtained from annual financial reports. The sampling technique used is purposive sampling, resulting in a final sample of 49 companies, with a total of 245 observations (49 companies x 5 years). Data analysis was conducted using EViews 12 software.*

*The results show that net working capital has a significant effect on cash holding, with a negative regression coefficient of 11.611 and a probability value of 0.000 ( $p < 0.05$ ), indicating that H1 is accepted. In contrast, cash flow has no significant effect on cash holding, as shown by a negative regression coefficient of 0.026 and a probability value of 0.391 ( $p > 0.05$ ), indicating that H2 is rejected. The F-test results indicate that net working capital and cash flow simultaneously have a significant effect on cash holding, with an F-statistic of 8.442 and a significance value of 0.000 ( $p < 0.05$ ). The adjusted R<sup>2</sup> value of 0.6039 indicates that 60.39% of the variation in cash holding can be explained by the two independent variables, while the remaining 39.61% is explained by other variables outside the model.*

**Keywords:** *Net Working Capital, Cash Flow, Cash Holding*