THE INFLUENCE OF CAPITAL ADEQUACY RATIO (CAR), RETURN ON ASSETS (ROA) AND NON PERFORMING LOAN (NPL) TOWARDS DISTRIBUTION OF CREDIT (CASE OF STUDY : PUBLIC BANK THAT LISTING IN INDONESIA STOCK EXCHANGE PERIOD 2006 – 2010)

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ABSTRACT

The purpose of this research is to analyze the influence of Capital Adequacy Ratio (CAR), Return On Assets (ROA) and Non Performing Loan (NPL) towards distribution of Credit at Public Bank that listing in Indonesia Stock Exchange.

The population used in this study are all banks that listing on the Indonesia Stock Exchange during the years 2006-2010. And for the purpose of this research, this research's samples is chosen with a purposive sampling method and find 30 companies that the criteria. Types of data used are secondary data from published financial statements and downloaded through the official website of the Indonesia Stock Exchange. Analysis technique used is double regression and hypothesis test use t-statistic to test coefficient of regression partial and also f-statistic to test the truth of collectively influence in level of significance 5%. Other also done a classic assumption test covering normality test, multicolliniearity test, heteroscedasity test, and autocorrelation test.

During research period show as data research was normality distributed. Based on multicolliniearity test, heteroscedasity test, and autocorrelation test variable digressing of classic assumption has not founded, which indicated that the available data has fulfil the condition to use multilinier regression model. The regression's result that data CAR and ROA in partial significant toward Lending of Credit (Loan) at level of significant less 5% (each equal to 0,001% and 0,000%). NPL not significant to effect lending of credit at level of significant more than 5% (each equal to 0,261%). But this research only limited with 30 sample and annual perception period during 5 years, with prediction ability to 17,8%. Suggested that to continuing research by testing other bank's finance ratio within as variable that influence lending of credit.

Key words : CAR, ROA, NPL and Distribution of Credit