

ABSTRACT

Bank performance in Indonesian Banking is fluctuative. It caused by some variable from previous studies.

This research aim to analyze the factors considered to affect bank performance, namely: Capital Adequacy Ratio (CAR), Operational Expense to affecting Operational Income (BOPO) and Loan to Deposit Ratio (LDR).

Using purposive sampling method, this study focus on 28 commercial bank that listed on Indonesia Stock Exchange (BEI). This research using panel data regression with Fixed Effect Model (FEM) with 5% level of significant.

The results showed that simultaneously there is a significant influence between the Capital Adequacy Ratio (CAR), Operational Expense to affecting Operational Income (BOPO) and Loan to Deposit Ratio (LDR) on bank performance. Partially Capital Adequacy Ratio (CAR) and Operational Expense to affecting Operational Income (BOPO) significantly gives negative effect on bank lending and Return On Assets (ROA) has no effect on bank lending.

Keywords : Capital Adequacy Ratio (CAR), Operational Expense to affecting Operational Income (BOPO) and Loan to Deposit Ratio (LDR), and Return On Assets (ROA).