

ABSTRACT

Fitri Anggraeni. 2015, THESIS. Title: An Analysis to the effect of third party fund (DPK), Capital Adequacy Ratio (CAR), Return on Assets (ROA), Non-Performing Loan (NPL), and SBI rate of interest for credit channel(a Study on Registered Conventional Banks in BEI 2009-2013)".

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Keywords : Credit Channel, Effect of Third Partyfund (DPK), *Capital Adequacy Ratio* (CAR), *Return On Assets* (ROA), *Non-Performing Loan* (NPL), and SBI Rate Interest.

Credit channel is one of primary bank activities to obtain the profit, but it also one of the biggest risk. The objective of this research is to know both simultaneous and partial significance effect of third party fund, CAR, ROA, NPL, and SBI Rate Interest to the credit channelizing in conventional banks listed on BEI 2009-2013. It also mean to know the most dominant variable affecting credit channelizing itself.

This research is one of quantitative research. It use purposive sampling to collect the data from 29 corporations. The method of analysis used in this research is double linear regression, it testing "t" and "F" in the 5% of its significance level.

According to the result of this research, on the one hand, all of simultaneous variable of DPK, CAR, ROA, NPL, and SBI Rate Interest are influencing the credit channel. On the other hand, partially, the DPK variable give a positive and significance effect, while ROA, and SBI Rate Interest are only give a positive effect. Regretfully, CAR variable give a negative insignificance and NPL variable give a negative significance effect. Therefore, the most dominant variable is DPK. And to raise the credit channel in every conventional banks, They has to collect fund in an optimal way, use up its financial sources optimally, increase bank profit and owning a sound credit management method to stabilize NPL level to not exceed the standard limit set by Bank of Indonesia.