

NON PERFORMING FINANCING IN BANK PEMBIAYAAN RAKYAT SYARIAH

ABSTRACT

The 2009 Statistic data of Syariah Banking shows that non performing financing approximately 8,74%. This figure is adequately high compared to the standard NPF accord to Bank of Indonesia, i.e 5 %.

This study is aimed at analyze wheather project variable, performance of customer variable, compliance to syariah and incentive compatible constraint affect the NPF in BPR Syariah. Data were obtained based on questionnaire. 134 BPR Syariah selected for this study and only 36 BPR Syariah returned the questionnaire.

Based on calculation with contingency coefficients find two variable related to non performing financing which are project prospect variable and customer performance variable. Two variable that not related to non performing financing is sharia compliance variable and incentive compatible constraint.

Key words: non performing financing, BPR Syariah, compliance of syariah, incentive compatible constraint, contingency correlation analysis