

ABSTRACT

This research aimed to analyze the performance differences between West Java Regional Development Bank (BPD) and East Java Regional Development Bank (BPD) represented by the CAR, LDR, ROA, Size, Inflation, GRDP, and NPL ratios. Regional Development Banks (BPD) focus on serving the local community and managing local funds to contribute to the economy.

The research data was obtained from the quarterly financial reports of BPD East Java and BPD West Java on Bloomberg from 2013-2021. Seventy-two quarterly data samples were used and selected through the purposive sampling technique. The analysis method employed was panel data regression using EVIEWS with a Fixed Effect Model approach.

This research's findings indicate differences in the influence of Size, CAR, ROA, Inflation, GRDP, and LDR on NPL. This study also reveals significant differences in the impact of Size, CAR, ROA, Inflation, PDRB, and LDR on NPL between BPD East Java and BPD West Java, with the most significant impact observed in BPD East Java.

Keywords: Bank Performance, CAR, LDR, ROA, Size, Inflation, PDRB, NPL.