

ABSTRACT

This study aims to analyze the effect of Capital Adequacy Ratio (CAR), Return On Assets (ROA), Non Performing Financing (NPF), and Operating Expenses and Operating Income (BOPO) on Mudharabah financing at Islamic Rural Banks in Indonesia during the period 2018 to 2022.

The data used in this study are data obtained from the monthly report of Sharia Banking Statistics of the Financial Services Authority from 2018 to 2022 with a total 60 of observation points. The analysis method used in this study was multiple linear regression using EViews 10 application.

The results of this study show that simultaneously, the variables Capital Adequacy Ratio (CAR), Return on Assets (ROA), Non Performing Financing (NPF), and Operating Expenses and Operating Income (BOPO), has significant affect on mudharabah financing. Meanwhile partially, the Capital Adequacy Ratio (CAR), Return on Assets (ROA) has positive affect on mudharabah financing, and Non Performing Financing (NPF), and Operating Expenses and Operating Income (BOPO) do not affects on mudharabah financing.

Keywords: CAR, ROA, NPF, BOPO, and mudharabah financing.