

ABSTRACT

This research aims to find out the influence of funding policy, non performing loan, lag of capital buffer and return on equity to capital buffer. The samples in this research were commercial banks listed on the Indonesia Stock Exchange from 2015 to 2019. Samples used as many as 190 observations from 38 companies for 5 years with purposive sampling method. The analysis method is using descriptive statistic analysis, classical assumption test, multiple linear regression analysis and goodness of fit test. The results showed that funding policies and lag of capital buffer have a positive effect on capital buffer. Non-performing loans have a negative effect on capital buffers. Return on equity has no effect on capital buffer.

Keyword: Capital buffer, Funding Policy, Non Performing Loan, Lag of Capital buffer, Return On Equity.