

ABSTRACT

Banking profitability is one of a real important indicators in determining successfulness a bank and can be made policy bottom and the banking strategy at which will come. This research analysis factor – factor influencing banking profitability proxy with return asset on and return on equity.

Problem of this research is existence of downdraft of profitability happened downdraft in the year 2005 and 2007. This condition indicates existence of problems which is serious at banking profitability. Other problems is shown with existence of existence of research gap about factor - factor influencing banking profitability. Sample in this research 84 bankings entering in domestic bank 62, Mixture Bank 12 and Foreign bank 10, by using multiple regression analysis.

Result obtained is size, capital adequacy ratio (CAR), saving deposit growth, loan to deposit ratio (LDR) and listed has influence which are positive and signifikan to banking profitability, while ownership of stock by company (institution) and exchange rate doesn't have influence which are positive and signifikan to banking profitability.

Keyword : bank profitability (ROA and ROE), size, capital adequacy ratio (CAR), saving deposit growth, loan to deposit ratio (LDR), listed, ownership of stock by company (institution) and exchange rate