ABSTRACT

This study was to determine the effect of Third Party Fund and Loan Interest Rate on Loans. This study population is the Company's Financial Statements Commercial Banks Listed in Indonesia Stock Exchange Period 2011-2014. Sempel used in this study of 31 companies Commercial Bank with the specified criteria approach purposive sampling method that is used is the total sample of 124 financial reports.

The method of analysis in this research is descriptive and verification method with the approach of Linear Regression and hypothesis testing using the partial regression coefficients and simultaneously. Besides the classical assumption test covering normality test, Multicollinearity Test, Test and Test Heteroskidastity autocorrelation test found no variables that deviate from the classical assumption. This study uses SPSS software v21.1.

These results indicate that the Third Party Funds memeiliki significant effect on lending. Meanwhile, Interest Rate Credit has a low effect on lending.

The key word : Third Party Funds , Interest Rates and the distribution of credit