ABSTRACT

The purpose of this study was to determine the effect of the Capital Adequacy Ratio (CAR) and the Non Performing Loan (NPL) of the Return On Asset (ROA) in the banking BUMN listed company in the Stock Exchange 2007-2014 period . The object of this research is Capital Adequacy Ratio (CAR), Non Performing Loan (NPL) and Return on Assets (ROA). The method used in this research is descriptive and verification with quantitative approach. Population and sample in this research is the annual financial statements of state-owned banking company listed on the Stock Exchange 2007-2014 period. The test statistic used is the classical assumption test , multiple linear regression analysis, the correlation coefficient, determination coefficient and hypothesis testing. Obtaining the results of the analysis were processed using SPSS software.

Partial results of the study showed that the Capital Adequacy Ratio significant positive effect on return on assets (ROA), while non-performing loan (NPL) significant negative effect on Return On Asset (ROA) while simultaneously addressing research that the Capital Adequacy Ratio (CAR) and Non Performing Loan (NPL) berpengruh significantly to the Return On Asset (ROA) in the state-owned banking BUMN company listed on the Stock Exchange 2007-2014 period.

Keyword : *Capital Adequacy Ratio, Non Performing Loan, Return On Asset*