ABSTRACT

This study is entitled The Effect of Third Party Funds and BI Interest Rate on Profit Sharing Funding, aims to find out the magnitude of the Effect of Third Party Funds and BI Interest Rates on Profit Sharing Funding at Sharia Commercial Banks Registered at the 2014-2018 Financial Services Authority.

The Bank population used in this study is Sharia Commercial Banks registered with the Financial Services Authority in 2014-2018. The sample research technique uses purposive sampling which produces 55 samples of Islamic banks. The analysis techniques used in this study are descriptive analysis, verification analysis, classic assumption test, normality test, autocorrelation test, multicollinearity test, heteroscedacity test, hypothesis test, descriptive analysis, multiple linear regression analysis and coefficient of determination.

The coefficient of determination to find out the Third Party Funds and the BI Interest Rate for Profit Sharing Funding Based on Sharia Commercial Banks Registered at the 2014-2018 Financial Services Authority; contribution of hypothesis testing (t-test) to determine the significance of the influence of Third Party Funds, BI Interest Rate and Profit Sharing Based Financing at Sharia Commercial Banks Registered at the Financial Services Authority in 2014-2018. with the help of IBM SPSS Statistics Version 25.

The results showed that Third Party Funds on Profit Sharing Funding had a significant effect with a contribution of 42.6%, the influence of the Interest Rate on Profit Sharing Funding had a significant effect with a contribution of 28.6%. And Third Party Funds and Interest Rates simultaneously have a significant effect on Profit Sharing Funding with an influence contribution of 71.2%.

Keywords: Third Party Funds, Interest Rates, Profit Sharing Funding