

## **ABSTRACT**

*The Regional Development Bank (BPD) has a very important role in economic development in Indonesia. Given the important role of the banking sector, strong and healthy banking is urgently needed for the continuation of economic development in Indonesia, especially the Regional Development Bank (BPD). Therefore, banks must maintain and improve the health of a bank. The soundness of a bank is seen from the results of the condition of the bank on the bank's performance.*

*Return On Assets (ROA) is a ratio to measure bank management in obtaining overall profit. Capital Adequacy Ratio (CAR) is the ratio of minimum capital supply to banks based on asset risk. Non-Performing Loans (NPL) are ratios used to measure the ability of banks to cover the risk of failure to repay loans by debtors. According to Latumaerissa (2014: 96) Loan Deposit Ratio (LDR) is a financial ratio of banking companies related to liquidity aspects).*

*This study aims to examine the effect of Capital Adequacy Ratio (CAR), Non Performing Loans (NPL), Loan Deposit Ratio (NPL) on Return On Assets (ROA) on Regional Development Banks in Java from 2009 to 2018. Data used in This research was obtained from the annual financial statements for the period 2009 to 2018.*

*The population in this study are companies in the regional development banking sector in Java. The sample selection technique used was purposive sampling and obtained five Regional Development Banks (BPD) in Java in the study period 2009 to 2018. The method of data analysis in this study was multiple linear regression analysis using Eviews version 10 software.*

*Based on the results of this study, simultaneously, CAR, NPL and NPL did not significantly influence ROA. While partially CAR, NPL and LDR have no significant effect on ROA. Based on the research results obtained, this study can provide information for users of financial services in seeing the level of bank health and bank performance through published financial statements.*

**Keywords** : *Capital Adequacy Ratio (CAR), Loan to Deposit Ratio (LDR), Non Performing Loan (NPL), Return On Asset (ROA)*