

**ANALYSIS OF FACTORS AFFECTING LOAN INTEREST RATE IN
PRIVATE NATIONAL BANK IN INDONESIA
PERIOD 2009:01-2014:06**

By

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ABSTRACT

The purpose of this study was to describes the effect of the BI Rate monetary instruments in order to affect the movement of loan interest rate and also presented macroeconomic factors suspected to affect the movement of the loan interest rate is variable inflation, interbank interest rate in this case JIBOR, and exchange rate as well as variables related to the interaction international financial. The analysis using error correction model (ECM) with the research period in January 2009-June 2014. Based on the results of error correction model regression, found that in partial BI rate (RBI), inflation (INF) and exchange rate (KURS) provides a positive and significant effect, while JIBOR (JBR) provides a positive and insignificant effect statistically to the Loan Interest Rate At Private National Bank in Indonesia.

Based on the results of this study can be seen that simultaneously and significantly BI rate (RBI), inflation (INF), exchange rate (KURS) and JIBOR (JBR) effect on the Interest Rate Loan At Private National Bank in Indonesia.

Keywords: *loan interest rate, the BI rate, inflation, exchange rate, JIBOR, error correction model.*