

ABSTRACT

This study aimed to determine the effect of the financial ratio or in other terms CAMEL ratio (CAR, NPL, NPM, BOPO, LDR) with the BI-Rate, as moderation in predicting the bankruptcy of national private banks listed on the Indonesia Stock Exchange with an observation period of 5 years (2015-2019). The research sample used consisted of 11 National Private Commercial Banks included in book-3. The method used in analyzing the data of this research was panel data regression analysis. The results showed that: (1) CAR and NPM have a positive effect on the Z-Score Index (negative influence on the potential for bankruptcy); (2) BOPO and LDR have a negative effect on the Z-Score Index (positive effect on potential bankruptcy); (3) NPL does not affect potential bankruptcy as measured by the Z-Score Index; (4) The BI-Rate as a moderating variable can strengthen the LDR against potential bankruptcy.

Keywords : *CAMEL Ratio, BI-Rate, Bank Bankruptcy*