BANK EFFICIENCIES AND NON-PERFORMING LOAN: AN ANALYSIS INTO DOMESTIC BANKS AND FOREIGN BANKS IN MALAYSIA

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ABSTRACT

This study aim to examine the "Bank Efficiencies and Non-Performing Loan: An analysis into Domestic Banks and Foreign Banks in Malaysia". This study used panel data regression From 7 Domestic Banks and 8 Foreign Banks listed bank in Bank Negara Malaysia. The period for data collection are started from year 2014 until 2018. The dependent variable in this study is Non-performing loan as the credit risk. Meanwhile the independent variable is ROA and BS. The findings for Domestic Banks in Malaysia showed that, NPL and ROA have a significant positive relationship. While, NPL and BS have negative relationship. For Foreign Bank in Malaysia, ROA and NPL have a positive relationship. Whereby, BS and NPL has a significant positive relationship.