



**MACROECONOMIC VARIABLES TOWARDS COMMERCIAL BANK
LENDING BEHAVIOUR IN ASEAN COUNTRIES (MALAYSIA,
INDONESIA, THAILAND AND PHILIPPINE)**

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ABSTRACT

This study aim to examine the relationship between macroeconomic variables on commercial bank lending behaviour in ASEAN countries (Malaysia, Indonesia, Thailand and Philippine) from the year 2010 to 2016 which contains quarterly data. The dependent variable of this study is commercial loan and advance while independent variables are Interest Rate (IR), Inflation Rate (IFR) and Gross Domestic Products (GDP). This paper applies panel regression random effect model in order to define the statistical relationship among variables. The outcomes of this study found that there are no significant relationship between IR and IFR with commercial loan and advance. However, statically significant between GDP and commercial loan and advance with the positive relationship.

Key words: commercial bank loan and advance, interest rate, inflation rate, Gross domestic product and ASEAN countries.