

ABSTRACT

This study aims to analyze the effect of the variable growth in Islamic bank financing from the type of use on Indonesia's economic growth. Islamic bank financing variables from the type of use consist of growth in working capital financing, growth in investment financing, and growth in consumption financing. The economic growth variable uses Indonesia's GDP data.

This study uses the Multiple Linear Regression Analysis method which analyzes the effect of several independent variables on the dependent variable partially or simultaneously. The independent variable in this study uses monthly data obtained from Sharia Banking Statistics from the official OJK website. Indonesia's Economic Growth Data was obtained from the Ministry of Trade of the Republic of Indonesia for the period from January 2012 to December 2019.

The results of the study partially show that the growth of working capital financing and growth of investment financing have a positive effect on Indonesia's economic growth, while the growth of consumption financing has no effect on Indonesia's economic growth. The results of the study simultaneously show that the growth of working capital financing, investment financing growth, and consumption financing growth have an effect on Indonesia's economic growth.

Keywords: Working Capital Financing Growth, Investment Financing Growth, Consumption Financing Growth, Economic Growth

