

## Submission of Manuscript

Dear Editorial “Jurnal Ekonomi Pembangunan”

I would like to submit manuscript entitled “Analysis of Determinant of Efficiency of Bank Pembangunan Daerah in 2012 – 2016” for publication in Jurnal Ekonomi Pembangunan. The manuscript was *original* and *previously unpublished*. The manuscript focuses on developing the analysis of determinant of banking efficiency especially analyzing the determinant of efficiency level of Bank Pembangunan Daerah in Indonesia during the period of 2012-2016. The research expected to contribute in identifying any factor affecting the efficiency of BPD, both the internal and macro economy, and also to be the stimulus for the development of health measuring instrument of BPD in which efficiency reflects the quality of risk management on the intermediary activity of BPD. The results show that there are sixteen BPD(s) with the high efficiency level average, three BPD(s) with the sufficient efficiency level average, four BPD(s) with the moderate efficiency level average, and three BPD(s) with the low efficiency level average. BPD having the low efficiency level is caused by the non-optimal use of the existing input to maximize the output. CAR and LDR have the significant and positive effects on the efficiency of BPD. Interest rate and inflation have the significant and negative effects on the efficiency of BPD. Meanwhile, NPL, NIM, ROA and Economic Growth have no effects on the efficiency of BPD. I wish that the manuscript could give the positive impact on the banking efficiency especially on Bank Pembangunan Daerah.

Thank you for your consideration of this manuscript.