SUMMARY

RISTY PUSPITASARI. Analysis of Working Capital Loan on Risk Management Implementation: Case Study at PD BPR Bank Pasar Kota Bogor. Supervised by YUSMAN SYAUKAT dan SUWINTO JOHAN.

Risk management is one important key for a bank in managing credit risk to minimize potential losses. Potential losses can be seen from Non Performing Loan (NPL) of the bank. This study was aimed to assessing the effectiveness of credit risk management that is focused on credit risk management of capital working loan to analyze the assessment procedure using “Prinsip 5C” and credit risk estimation using “CreditRisk+”. This study at Rural Bank or Bank Perkreditan Rakyat (BPR) PD BPR Bank Pasar Kota Bogor.

In measurement of credit risk using CreditRisk+ model, first by identify the value of exposure at default, second by calculate frequency of default using Value at Risk (VaR) with 95% of confident level, third by calculate probability of default used to obtain value of distribution of losses. Creditrisk+ model is able to estimate expected loss, unexpected loss and economic capital.

The result showed that “Prinsip 5C” at PD BPR Bank Pasar Kota Bogor has not been fully implemented. Economic capital of working capital loan in 2011 to 2013 is lower than based standard model. Creditrisk+ is accurate enough to measure and estimate working capital loan in PD BPR Bank Pasar Kota Bogor.

Keywords : Credit risk, creditRisk+ model, risk management.