ABSTRACT

The Effects of Assistance Given by State-Owned Corporation (SOC) and Bank Loan Towards the Entrepreneurship and Performance of Carpentry Home Industries in East Java

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The government and private organizations are expected to take part actively in the development of economy via Bank and related departements bodies in the form of assistance given to Carpentry Home Industries in East Java. The assistance cover aspects of management, finance as well as business skills are expected to improve the entrepreneurship and performance of the home industries.

This research is aimed to measure and analyze (1) the effects of assistance given by State-Owned Corporation (SOC) towards the performance of the home industries (2) the effects of bank loans towards the performance of the home industries (3) the effects of assistance given by State-Owned Corporation (SOC) towards the entrepreneurship of the home industries (4) the effects of bank loans toward the entrepreneurship of the home industries; and (5) the effects of the entrepreneurship towards the performance of the home industries.

The population of this research is carpentry home industries receiving assistance given by State-Owned Corporation (SOC) and bank loans that are located in East Java. The data collection is conducted by cencus.

The results of the analysis show that (1) assistance given by the State-Owned Corporation (SOC) has positive and significant effect towards the entrepreneurship (2) bank loans have positive and significant effect towards the entrepreneurship and (3) entrepreneurship has a significant effect towards the performance of the home industries (4) assistance given by the State-Owned Corporation (SOC) and (5) bank loans have an insignificant effect towards the performance of the home industries.

Key Words: Assistance given by SOC, bank loan, entrepreneurship and performance.