

ABSTRACT

This study was conducted with the aim of knowing the effect of profitability, liquidity and leverage on financial distress partially. The unit of analysis used in this study is the Investment Sub-Sector Company listed on the Indonesia Stock Exchange for the 2017-2021 period.

The methods used in this research are descriptive and verification methods. The data collection technique used is secondary data obtained from the Indonesia Stock Exchange and the website of each company. The population of this study were all Investment Sub-Sector companies listed on the Indonesia Stock Exchange for the 2017-2021 period. The sampling technique used was purposive sampling technique with a total of 11 companies or 55 financial statement data.

The results of data analysis show that profitability has a negative effect on financial distress. Liquidity has no effect on financial distress. Leverage has a positive effect on financial distress.

Keywords: Profitability, Liquidity, Leverage, Financial Distress