ABSTRACT

Financial Distress can be a signal of the company's performance conditions that occurred prior to the bankruptcy. One indication of financial distress is the decline in sales of the company compared to the sector average. This study analyzes several factors that are suspected to have an influence on the company's financial distress: leverage, tobin's q, tangible assets, intangible assets, liquidity and firm size.

The population in this study is the manufacturing sector companies in Indonesia and listed on the Indonesian Stock Exchange in the period 2010-2014. The data used is data from the company's financial statements, while the sampling technique using purposive sampling. In accordance with the predetermined criteria, there are 103 company samples to be tested using multiple regression analysis that has previously passed the classical assumption test.

Regression test results show that there are significant results on the variables LEV, TQ, TANG, LQ and SIZE. While on INTANG variable does not show significant result. Variable LEV, TQ and LQ proved to have a significant influence on FD at the level of significance of 10%. TANG variables have significant influence on FD at 5% significance level, and SIZE variable has significant influence on FD at 1% significance level.

Keyword : Financial Distress, Leverage, Tobin's Q, Tangible Asset, Intangible Asset, Liquidity, Size.