

ABSTRACT

This study aims to determine the effect of CSR activities on the dimensions of environmental, social, and governance of the company's financial distress risk. Tests were carried out using CSR variables in the environmental dimension, CSR in the social dimension, and CSR in the governance dimension as independent variables. As well as financial distress as the dependent variable in this study.

The sample used is non-financial companies in 2014 - 2021 listed on the Indonesia Stock Exchange and Bloomberg Terminal with a total of 427 samples after using purposive sampling with predetermined criteria. The analytical method in this study uses panel data regression analysis because there are many companies and their years of observation.

The results of the study show that CSR activities in the environmental dimension have a negative influence on the company's financial distress risk. Meanwhile, there was no significant negative impact of CSR activities in the social dimension and CSR in the governance dimension on the risk of financial distress.

Keywords: Environmental dimension of CSR, Social dimension of CSR, Governance dimension of CSR, financial distress.