

## TABLE OF CONTENT

<b>TITLE PAGE</b> .....	<b>i</b>
<b>THESIS APPROVAL</b> .....	<b>ii</b>
<b>APPROVAL OF THESIS DEFENSE</b> .....	<b>iii</b>
<b>THESIS ORIGINALITY STATEMENT</b> .....	<b>iv</b>
<b>MOTTO AND DEDICATION</b> .....	<b>v</b>
<b>ABSTRACT</b> .....	<b>vi</b>
<b>ABSTRAK</b> .....	<b>vii</b>
<b>PREFACE</b> .....	<b>viii</b>
<b>TABLE OF CONTENT</b> .....	<b>xi</b>
<b>LIST OF TABLES</b> .....	<b>xiv</b>
<b>LIST OF FIGURES</b> .....	<b>xv</b>
<b>APPENDICES</b> .....	<b>xvi</b>
<b>CHAPTER I INTRODUCTION</b> .....	<b>1</b>
1.1 Background of the Study.....	1
1.2 Problem Statement .....	6
1.3 Research Question.....	7
1.4 Research Objectives.....	8
1.5 Research Benefits.....	8
1.6 Thesis Outlines.....	9
<b>CHAPTER II LITERATURE REVIEW</b> .....	<b>11</b>
2.1 Theoretical Foundations and Previous Research .....	11
2.1.2 Resource Dependency Theory .....	12
2.2 Environmental, Social, and Governance (ESG) Performance .....	14
2.2.1 Financial Distress.....	15
2.2.2 Political Connection (Moderating Variable) .....	16
2.3 Previous Research.....	17
2.4 Framework .....	22
2.5 Hypotheses .....	23
2.5.1 Relationship between ESG performance and financial distress.....	23

2.5.2	Political connections relationship between ESG performance and financial distress.....	24
<b>CHAPTER III RESEARCH METHOD .....</b>		<b>25</b>
3.1	Operational Definitions and Measurement of Variable.....	25
3.1.1	Dependent Variable .....	25
3.1.3	Moderated Variable .....	31
3.2	Population and Sample.....	32
3.3	Type and Source of Data.....	33
3.4	Data Collections Method.....	34
3.4.1.	Analysis Data Method.....	34
3.4.2.	Descriptive Statistic .....	34
3.5	Logistic Regression Analysis.....	35
3.5.1	Goodness of Fit Model.....	35
3.5.2	Coefficient of Determination .....	36
3.6	Hypothesis Test.....	37
3.6.1	Simultaneous Hypothesis Testing (Omnibus Test of Model Coefficients).....	37
3.6.2	Partial Hypothesis Testing.....	38
3.6.3	Empirical Logistic Regression Model.....	39
3.6.4	Subgroup Moderation Analysis.....	40
<b>CHAPTER IV RESULTS AND ANALYSIS .....</b>		<b>42</b>
4.1	Description of the Research Object.....	42
4.1.1	Descriptive analysis Variable ESG Performance on Financial Distress 43	
4.1.2	Variable Political Connections.....	45
4.2	The Influence of ESG Performance on Financial Distress Moderated by Political Connections .....	45
4.2.1	Logistic Regression Analysis.....	46
4.2.2	Hypothesis Testing.....	48
4.3	Discussion .....	54
<b>CHAPTER V CONCLUSIONS .....</b>		<b>56</b>
5.1	Conclusions.....	56

5.2	Implications.....	57
5.3	Limitations .....	58
5.4	Suggestions .....	58
<b>REFERENCES.....</b>		<b>60</b>
<b>APPENDICES .....</b>		<b>64</b>

