ABSTRACT

The purpose of a company is to look for profit as optimally as possible. In this case, companies that cannot show good finance, the company can be used to increase financial difficulties.

This study aims to explain and discuss the liquidity, leverage, and size of the company against financial difficulties in the mining companies listed on the Indonesia Stock Exchange.

The population in this study were all mining companies listed on the Indonesia Stock Exchange for the 2014-2018 period. The sample selection technique used purposive sampling and obtained 32 companies equipped with a period of 5 years obtained 160 samples observed. The analysis technique used in this study is logistic regression analysis using Spss version 25 software.

The results of the study indicate the liquidity, influence, and size of the simultaneous company for financial difficulties. Liquidity variables have a significant positive effect on financial distress, leverage has a significant positive effect on financial distress, while company size has a significant negative effect on financial distress.

For investors, the results of this study are expected to provide additional information in making investment decisions. Whereas for companies, the results of this study are expected to be used to conduct evaluations to pay attention to liquidity and leverage as well as increasing the size of the company to avoid financial distress.

Keywords*: Company Size, Financial Distress, Leverage, and Liquidity*