

ABSTRACT

This study aims to determine the effect of liquidity, profitability, leverage, and cash flow variables on financial distress, both simultaneously and partially. The population used in this study consists of all transportation and logistics companies listed on the Indonesia Stock Exchange. The sampling technique used in this study is purposive sampling with the following criteria: 1) Transportation and logistics sector companies listed on the Indonesia Stock Exchange. 2) Transportation and logistics sector companies that have complete data for the 2019-2023 period according to the variables analyzed in this study. 3) Transportation and logistics sector companies that prepare financial statements in Rupiah currency. Based on these criteria, a total of 27 samples were obtained. This research is a causal study with a quantitative research approach. The study uses secondary data in the form of company financial statements. The data analysis technique used is panel data regression using Eviews software. The results of this study show that: 1) Profitability, liquidity, leverage, and cash flow simultaneously have a significant effect on financial distress. 2) Profitability has a positive and significant effect on financial distress. 3) Liquidity has a positive and significant effect on financial distress. 4) Leverage has a negative and significant effect on financial distress. 5) Cash flow has a positive but insignificant effect on financial distress.

Keywords: Liquidity, Profitability, Leverage, Cash Flow, and Financial Distress