

ABSTRACT

**THE EFFECT OF FIRM SIZE, LIQUIDITY, LEVERAGE,
AND PROFITABILITY ON FINANCIAL DISTRESS**

*(Survey of Manufacturing Companies Listed on the Indonesia Stock Exchange
for the Period 2015-2020)*

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This study aims to determine (1) Firm size, liquidity, leverage, profitability, and financial distress on manufacturing companies listed on the Indonesia Stock Exchange, (2) The effect of firm size, liquidity, leverage, and profitability partially on financial distress in manufacturing manufacturing companies listed on the Indonesia Stock Exchange, (3) The effect of firm size, liquidity, leverage, and profitability simultaneously on financial distress in manufacturing manufacturing companies listed on the Indonesia Stock Exchange. This study based on purposive sampling criteria, 58 companies were selected as samples. The data used is secondary data in the form of the company's annual financial statements obtained from the Indonesia Stock Exchange website www.idx.co.id. The research method used is descriptive, quantitative analysis research method with a survey approach. The data analysis technique used is panel data regression analysis using SPSS Statistic. Based on the results of research and data processing result shows that: (1) firm size and liquidity increase, and leverage, profitability, and financial distress decrease from 2015 until 2020, (2) Firm size, leverage, and profitability significantly has negative effects on financial distress, and liquidity significantly has positive effects on financial distress, (3) Firm size, liquidity, leverage, and profitability simultaneously have a significant effect on financial distress.

Keywords: *Firm Size, Liquidity, Leverage, Profitability, Financial distress*