

**THE INFLUENCE OF GOOD CORPORATE GOVERNANCE, PROFITABILITY AND
LEVERAGE ON FINANCIAL DISTRESS
(Empirical Study on Large and Retail Trading Companies Listed on the Indonesia Stock
Exchange 2018-2020)**

**SISKA WIDIYA TAMBUNAN
1712120051**

ABSTRACT

This study aims to analyze the implementation of good corporate governance, profitability and leverage on financial distress in large and retail trading sector companies listed on the IDX in 2018-2020. The data used in this study is secondary data in the form of annual reports for 2018-2020. Methods of data collection using purposive sampling technique. The population used in this study are large and ever trade sector companies listed on the Indonesia Stock Exchange in 2018-2020. The number of samples used is 48 companies. The data analysis technique uses linear regression analysis with SPSS version 21 software. The results of this study indicate that the profitability and leverage variables have an effect on financial distress. Meanwhile, managerial ownership, board of directors and audit committee variables have no effect on financial distress.

Keywords: Managerial ownership, Board of Directors, Audit Committee, Profitability, Leverage and Financial Distress.