

ABSTRACT

This study aims to determine the effect of liquidity ratios, leverage ratios and profitability ratios on financial distress in the Property and Real Estate sector companies listed on the Stock Exchange in 2012-2016.

The research uses quantitative methods and the sampling technique in this study is purposive sampling technique. The sample of this study was 27 samples within 5 years so that the total sample in this study were 135 sample units. The analysis technique of this study is logistic regression analysis using the SPSS 25 application.

The results showed that the variables of liquidity, leverage, and profitability ratios had an effect on financial distress by 53.3% and there were 46.7% influenced by other variables outside the variables in the study. Partially, leverage and profitability variables influence financial distress while liquidity does not affect financial distress.

Keywords: Financial Distress, Liquidity, Leverage, Profitability