

ABSTRACT

Financial distress is a degenerative condition that occurs before bankruptcy. Often result from decisions that directly and indirectly affect management the company is said to be bankrupt if total liability exceeds total assets.

This research is aiming to know and analyze the influence of profitability, liquidity, solvability, and company age to predict financial distress mining sector listed in the Indonesian stock exchange periode 2015th-2018th

This research is descriptive verification which is causality. The method in this research is a quantitative research method. The sampling technique used in this study was a purposive sampling technique that obtained 32 research samples within a period of 5 years so that 128 sample units of industrial mining sector companies were listed on the Indonesia Stock Exchange in the 2015-2018 period. The analytical method used in this study is logistic regression analysis using IBM SPSS 22 software.

Based on the results of the study, showed that the profitability, liquidity, solvability and company age variables had a significant simultans effect on financial distress. Based on partial testing, the results show that the variable profitability, liquidity, and company age does have a significant effect with a negative direction and solvability does have a positive direction on financial distress.

For mining companies to pay more attention to both financial performance on the part of companies ability to generate maximum profits and their ability to meet short term obligations and be able to make a consideration of how much they will depend on debt as a source of funding.

Keywords: Company Age, Financial distress, Liquiditiy, Profitabilitas, Solvability