

## **ABSTRACT**

*Financial distress is a situation when a company is unable to meet its obligations. One of the company's long-term goals is to maintain its business continuity. For management it is very important to know bankruptcy early, so it can be an alarm called an early warning system for companies to evaluate and anticipate the occurrence of Financial Distress. One way to find out the occurrence of Financial Distress by knowing the factors that can affect it such as Operating Cash Flow, Independent Board of Commissioners, and Company Size.*

*This research aims to find out how operating cash flow, independent board of commissioners, and company size. financial distress in transportation sub-sector companies listed on the Indonesia Stock Exchange in 2016-2020. The sample used in this study was on transportation sub-sector companies listed on the Indonesia Stock Exchange in 2016-2020. In this study used purposive sampling sample selection technique that produced 32 samples in a period of 5 years, which is as many as 160 units of data samples. The analysis method used is regression analysis of panel data processed using Eviews 10.*

*The results of this study show that simultaneously Operating Cash Flow, Independent Board of Commissioners, Company Size significantly affects Financial Distress. Partially, Operating Cash Flow, an Independent Board of Commissioners has no effect on Financial Distress. While the size of the company has a significant effect on financial distress.*

***Keywords: Financial Distress, Company Size, Operating Cash Flow, Independent Board of Commissioners***