ABSTRACT

Companies or business actors are required to be able to ensure the survival of their business in order to generate profits and profits as much as possible, in addition to making profits the company is also required to be able to maintain the stability of the company in competing with other companies, in order to avoid financial difficulties or financial distress which can result in bankruptcy of the company. There are many factors that can cause companies to experience financial difficulties or financial distress to occur. This study uses corporate governance as a factor to predict financial distress using time series data. The regression model used is cox proportional hazard. Determination of the sample using purposive sampling technique up to 33 companies used in this study. Based on the results of this study, the board of commissioners has a significant positive effect on financial distress, gender diversity and the board of directors have a significant negative effect on financial distress while institutional ownership has no effect on financial distress.

Keywords *: Financial Distress; Corporate Governance; Institutional Ownership; Board of Commissioners; Gender Diversity; Audit Committee; and Board of Directors.*