## ABSTRACT

Companies that have financial problems that occur continuously will experience bankruptcy if they are unable to compete with competing companies. Financial Distress is a condition that is included in the causes of bankruptcy, where if the company's financial condition is in an unhealthy state, or a crisis, it is a sign before bankruptcy. There are many factors that can cause default or financial distress to occur. This study uses leverage, liquidity, company size, sales growth, institutional ownership and independent commissioners as factors to predict financial distress using time series data. The regression model used is cox proportional hazard. Determination of the sample using purposive sampling technique until 45 companies are used in this study. Based on the research that has been done, leverage and company size have a significant positive effect on financial distress. Liquidity and sales growth have a significant negative effect on financial distress, while institutional ownership and independent commissioners have no effect on financial distress.

**Keywords**: Financial Distress; Leverage; Liquidity; Company Size; Sales Growth; Institutional Ownership; Independent Commissioner.