ABSTRACT

The Effect of Debt Policy, Company Activities and Risk Management on Financial Distress (Empirical Study of Mining Companies Listed on the IDX 2012-2019)

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This study aims to determine (1) the effect of debt policy on financial distress in mining companies listed on the Indonesia Stock Exchange for the period 2012-2019, (2) the effect of corporate activity on financial distress in mining companies listed on the Indonesia Stock Exchange for the period 2012-2019, (3) the effect of risk management on financial distress in mining companies listed on the Indonesia Stock Exchange for the period 2012-2019. The population in this study are mining companies listed on the Indonesia Stock Exchange for the period 2012-2019, totaling 45 companies. The sample was determined using purposive sampling technique, with a sample size of 40 samples consisting of 5 companies that have met the criteria for determining the sample. This study uses secondary data obtained from the Indonesia Stock Exchange (IDX) website and the company's official website in the form of financial reports and annual reports for the period 2012-2019. The results of this study state that debt policy has no effect on financial distress, corporate activity has an effect on financial distress, and risk management has an effect on financial distress.

Keywords: Debt Policy, Company Activities, Risk Management, Financial Distress.

Libraries 48

Publication Years : 1997-2020

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