

*Undergraduate Thesis
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ANALYSIS OF THE EFFECT OF CORPORATE GOVERNANCE ON THE
COMPANY'S FINANCIAL DIFFICULTY THAT WAS IN THE STOCK
EXCHANGE OF INDONESIA

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Abstract

Financial statements as one of the benchmarks in decision making really need attention, especially in the quality of audits conducted. This study aims to analyze the effect of corporate financial governance on corporate financial difficulties found on the Indonesia Stock Exchange (IDX) in 2013 to 2017.

Intake in this research sample using purposive sampling method. The research variables used are ownership concentration, institutional ownership, number of commissioners, board size and company size. Using binary logistic regression to determine the effect of independent variables on the dependent variables and processed using SPSS version 21.

The results of this study concluded that the variables of ownership concentration, institutional ownership, the number of commissioners had no significant effect on financial difficulties, and the variable size of the board and company size had a significant positive effect on financial difficulties.

Keywords: *institutional ownership, ownership concentration, company size, board size and number of commissioners.*