ABSTRACT

This study aimed to examine the effect of financial ratio in predicting financial distress. The population in this study is a plantation company listed on the Stock Exchange 2013-2015 period and the methods used in this research is purposive sampling, samples of this study were 13 plantation companies. This analysis method using logistic regression test with the test results indicate that the Current Ratio, Return on Assets, and Total Debt to Total Assets do not have an influence on the prediction of financial distress

Keywords: Financial distress, the Current Ratio, Return on Assets, Total Debt to Total Assets Ratio, Logistic Regression