

ABSTRACT

The purpose of this study is to examine the influence of hedging to financial distress and leverage. The variable tested in this study are hedging, financial distress, leverage and control variable are profitability and firm size. The sampels in this study are 534 sampels manufacturing companies listed on the Indonesia Stock Exchange in 2012-2016. While the method of determining the sample using purposive sampling. The variabels were then tested using non parametric test Kruskal-Wallis One Way ANOVA. The result showed that hedging has no effect on financial distress and leverage, and hedging has an effect on increasing leverage.

Keyword : Hedging, Financial Distress, Leverage, Profitability, Firm Size