## **ABSTRACT**

The study is titled "EFFECT ON THE OCCURRENCE OF GOOD CORPORATE GOVERNANCE FINANCIAL TROUBLE (FIINANCIALLY DISTRESSED FIRMS)", by Garin Demasadilas Karindus being mentored by Mr. Singgih Anthony Setiawan, SE, M.Si. This study aims to provide knowledge about the mechanisms of good corporate governance in a company. Corporate governance mechanisms are believed to be able to build a better company performance.

This study will examine the differences in the implementation of good corporate governance in companies experiencing financial difficulties and the company is not experiencing financial difficulties. Good corporate governance mechanisms that will be examined in this study include: size of the board of directors, commissioners size, proportion of independent directors, the board of directors turnover, bank ownership, and the ownership of the council.

The results of this study indicate that the size of the board of directors, commissioners size, and turn over the board affects the probability of a company

Keywords: Good Corporate Governance, Financial distress, Board Size, Size Commissioner, Independent Commissioner proportion, Turn Over of directors, Bank Ownership, Possession of Directors.