CORPORATE BANKRUPTCY ANALYSIS BY Z-SCORE APPROACH IN MANUFACTURING COMPANIESLISTED ON THE INDONESIA STOCK EXCHANGE

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ABSTRACT

Going concern is a theorem that states that the business entity will continue operations in the long run long enough to achieve corporate objectives, responsibilities and activities that did not stop. This theorem gives illustrates that an entity (company) will be expected to continue to operate and hold the days - the future or within a period that is not limited or directed toward toward liquidation.

In this reserch, using analytical models or commonly known as Altman Z-Score analysis. With Altman analysis (Z-Score) can know the level of financial health and performance of companies with company criteria, that is: bankrupt, prone to go bankrupt, not insolvent. So the calculation Altman (Z-Score) can be used for anticipating business failures with corrective action and fix the failure to success in the future. Formulation of the problem in this research is how the potential bankruptcy of the companies listed on the Stock Exchange using the method of Altman (Z-Score)?

The research method used in this reserch in the form of descriptive research method where this method of doing research which can give an idea about the state of the object under study and then analyzed by using Altman's Bankruptcy prediction mode (z-score), which aims to detect predict or corporate bankruptcy. the analysis and discussion in chapter IV by using the Altman Z-Score method, it can bem produced following conclusion: Based on the calculation Altman Z-Score can be seen that there are 14 (fourteen), a company that has a healthy condition will in near future, and also note that there are 16 (sixteen) which might bankrupt the company in the future. Of the 16 (sixteen), the company experienced bankruptcy-prone condition.

Keyword : Bankrupcy, Z-Score