ABSTRACT

ANALYSIS OF COMPANY BANKRUPTCY PREDICTION ACCURACY
(Comparison of The Altman Model dan The Springate Model)

By:

Erizka Famia Renata

This research is purposed to choose which one is the best bankruptcy model between The Altman Model and The Springate Model on Indonesian Stock Exchange.

The samples of this research are those industries which satisfied criteria of purposive sampling. This research takes 2007 period and SPSS 13.0 is applied to process the data of this research. The model employed to test the hypotheses are discriminant analysis which is applied SPSS 13.0.

The discriminant analysis shows that The Springate Model and Altman Model can be used to predict bankruptcy. Meanwhile, both The Altman Model and The Springate Model can be used to predict bankruptcy, bankruptcy prediction accuracy level at the company delisted in Indonesia Stock Exchange by using The Altman Model is higher 6.2% than The Springate Model.

Keywords: Bankruptcy, Discriminant, Altman, Springate, Zmijewski.