ABSTRACT

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THE ANALYSIS OF FACTORS THAT INFLUENCING GOING CONCERN AUDIT OPINION ( EMPIRICAL STUDY ON MINING COMPANIES WERE REGISTERED IN INDONESIAN STOCK EXCHANGES 2016-2018 )

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Keywords : Profitability, Liquidity, Solvability, Company Size, Public Accounting Firm Reputation, Previous Years Audit Opinion, and Going Concern Audit Opinion

( xv + 76 + attachment )

This study aims to determine the effect of probability, liquidity, solvability, company size, public accounting firm reputation, and previous years audit opinion on going concern audit opinion, either partially or simultaneously.

The sampling in this research is using non-probability sampling with a purposive sampling method. The population or respondents in this study were 38 mining companies which were registered in Indonesian Stock Exchanges in period 2016-2018 with 3 years previous financial statements data. Hypothesis testing uses logistic regression analysis with SPSS program version 25.

The results of this study explain that the six independent variables (probability, liquidity, solvability, company size, public accounting firm reputation, and previous years audit opinion) simultaneously has significant effect on the dependent variable (going concern audit opinion). Meanwhile, partially, solvability and previous years audit opinion variable has significant effect on going concern audit opinion. Meanwhile, the four other variables (profitability, liquidity, company size, and public accounting firm reputation) has not significant effect on going concern audit opinion. The results of the logistic regression analysis showed that coefficient determination using Nagelkerke R Square = 0.873, which means that the research model which were able to describe the going concern audit opinion were 87.3%, and 12.7% remaining was explained by other variables were not included and observed in this research.