

## **ABSTRACT**

*Going concern opinion is an opinion issued by the auditor to find out whether there is doubt on the company in its survival. Going concern audit opinion is bad news for a company, because the company will experience bankruptcy in the short term if the auditor provides a going-concern audit opinion. In fact there are still companies that accept going-concern audit opinions caused by negative earnings and the circumstances in which the company restructures its debt.*

*This study aims to determine the effect of Financial Conditions, Company Size, and Previous Year Audit Opinion on Going concern Audit Opinion. Dependent variable financial conditions are proxied by the Altman Z-Score Model, the dependent variable company size is proxied by Natural Logarithms (Ln), the dependent variable of the previous year's audit opinion and the independent variable going concern audit opinion is proxied by dummy.*

*The population in this study are basic industrial and chemical sector companies listed on the Indonesia Stock Exchange in 2015-2017. The number of samples used were 29 companies and in this study used 3 years of research so that 87 data were reduced by 2 outlier data. The analysis technique used is Logistic Regression by processing data with SPSS 25.*

*Based on the results of simultaneous testing of financial conditions, company size, the previous year's audit opinion jointly influences the going-concern audit opinion. Partially the previous year's audit opinion variable has a positive effect on going-concern audit opinion. While the financial condition variable and company size have no effect on the going concern audit opinion.*

*For further researchers it is recommended to expand the object of research and develop other variables. For companies it is recommended to consider their financial performance, then for auditors to give a warning in advance to companies that have difficulties in the continuity of their business, as well as investors are advised to consider making investment decisions.*

*Keywords: Financial Conditions, Company Size, Previous Year Audit Opinion, Going concern Audit Opinion.*