

ABSTRACT

One of the auditor's task is to tell about the going concern capability of a company. If the company is doubted to maintain the capability of going concern, the auditor must reveal it in the audit opinion with going concern modification as an early warning for stake holders. But, there are some companies that are not given a audit opinion with going concern modification and fail to maintain the going concern of the company. So, there are many stake holders have to face the loss because of taking the wrong decision because having a wrong information about the going concern of the company.

This research is aimed to determined how liquidity, leverage, foreign currency, size of the public accountant and the acceptance of audit opinion with going concern modification in the textiles companies that listing on the Indonesia Stock Exchange. The study also aimed to determine the influence of liquidity, leverage, foreign currency and size of the public accountant on the acceptance of audit opinion with going concern modification either simultaneously or partially.

The population in this research is textiles companies that listed on the Indonesian stock exchange from 2010 until 2015. Ten samples are obtained by using purposive sampling method. This research uses logistic regression.

The result of this research shows that simultaneously liquidity, leverage, foreign currency and size of public accountant significantly influence the acceptance of audit opinion with going concern modification. However, only leverage that influence partially significant to the acceptance of audit opinion with going concern modification, while the liquidity, foreign currency and the size of public accountant has no significant effect on the acceptance of audit opinion with going concern modification.

For public accountants, the results of this study can be used to determine which factors affect the acceptance of audit opinion with going concern modification. Meanwhile, for the company, this research can be the information to make a decision to minimalize the possibility of having a audit opinion with going concern modification.

Key words : liquidity, leverage, foreign currency, size of the accountant public audit opinion with going concern modification.