

ABSTRACT

Going concern audit opinion is an unqualified audit report with paragraphs that will raise concerns that if there is an auditor hesistance about the going concern of the company's business but management has plans to address the condition. The going concern audit opinion obtained by a company shows that there are conditions and events that can raise the auditor's doubts about the viability of the company. Going concern audit opinion can be used as an early warning for users of financial statements to avoid mistakes in making decisions. Going concern audit opinion can be caused by various factors.

This study aims to determine the simultaneous and partial effect of audit quality, financial distress, and debt default on the acceptance of going concern audit opinions in the transportation sub-sector service industry companies listed on the Indonesia Stock Exchange in 2015-2019.

The sample was determined by purposive sampling method and obtained as many as 80 research data. Analysis of research data using descriptive statistical analysis and logistic regression analysis.

The results show that audit quality, financial distress, and debt default simultaneously affect going concern audit opinion. While partially audit quality has a negative effect on going concern audit opinion. Financial distress and debt default have no effect on going concern audit opinion.

This research is expected to add insight and knowledge about the factors that influence going concern audit opinion, besides this research can be used as insight to predict going concern audit opinion which is influenced by audit quality, financial distress, and debt default. Therefore, it is expected that the variables will conduct further research on the effect of audit quality, financial distress, and debt default on going-concern audit opinion.

Keywords: Audit Quality, Debt Default, Financial Distress, Going Concern Audit Opinion