

ABSTRACT

Going concern audit opinion is the viability of a business entity and is an assumption in the financial reporting of an entity so that if an entity experiences the opposite condition, the entity becomes problematic. Auditors can analyze the company's financial statements by using the calculation of ratios to assess the company's financial condition in the future. Then the financial ratios are useful in knowing the going concern of a company.

This study was conducted to determine the simultaneous and partial effect of liquidity ratios, activity ratios, profitability ratios and solvency ratios on the acceptance of going concern audit opinions on food and beverage companies listed on the Indonesia Stock Exchange (IDX) in 2018-2020. The data used in this research is obtained from annual report data.

Hypothesis testing in this study was tested using descriptive statistical analysis and logistic regression analysis using SPSS 28.0 software. A total of 75 samples of food and beverage companies listed on the Indonesia Stock Exchange in 2018-2020 were obtained by purposive sampling technique.

The results of this study indicate that the variables of liquidity ratios, activity ratios, profitability ratios and solvency ratios simultaneously have a significant effect on the acceptance of going concern audit opinions. Liquidity ratio variables, activity ratios, profitability ratios and solvency ratios have no significant effect on going concern audit opinion acceptance.

For investors, the results of this study can assist in making investment decisions and it is advisable to be careful of companies that in the previous year received a going concern audit opinion as consideration in making decisions before investing.

Keywords: Going Concern Audit Opinion, Liquidity Ratio, Activity Ratio, Profitability Ratio, and Solvency Ratio.