

ABSTRACT

Audit Fees are compensation to auditors and KAPs for their audit services. The Indonesian Institute of Public Accountants has Administrative Regulation Number 2 of 2016 concerning the determination of audit fees regarding the determination of compensation for audit services. The amount of audit fees that a company is entitled to will depend on the negotiation capabilities between the company and the KAP.

The aim of this research was to analyze the influence of company size, company risk, profitability and complexity on audit fees in financial sector companies listed on the Indonesian Stock Exchange (IDX) for the 2018 - 2022 period.

The population in this study were financial sector companies listed on the Indonesia Stock Exchange for the 2018 - 2022 period. 27 companies were selected as samples. This research uses quantitative methods, and the analysis technique uses panel data regression via Eviews 12 software. The data analysis methods used are descriptive statistical tests, classical assumption tests, panel data regression model testing, and hypothesis testing.

The results of this research show that company size, company risk, profitability and complexity simultaneously influence audit fees. Partially, the company size variables have an positive effect on audit fees, while the company risk, profitability, and complexity variables have no effect on audit fees.

Future researchers are expected to be able to change the research object and use variables other than the researcher's variables. Companies are expected to provide information regarding audit fees in the company's annual report to increase the transparency of information that can be received, and for auditors it can be used as consideration in determining the amount of audit fees that will be given to a company.

Keywords: *Audit Fees, Company Size, Company Risk, Profitability, Complexity*