

ABSTRACT

ANALYSIS OF COMPANY CHARACTERISTICS AND CHANGE OF AUDITORS TO RESTATEMENT

by

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This empirically study to analyze the characteristics company and change of auditors of the restatement on the companies listed on the Indonesia Stock Exchange from 2007 until 2011. The characteristics of the company include the size of the company, the company's profitability as measured by ROA (return on assets), leverage measured using DER (debt to equity ratio).

The data used in this study were 506 sample companies listed on the Indonesia Stock Exchange. The hypothesis in this study was tested by means of logistic regression analysis using software tools SPSS 17.00.

The results show that firm size variables significantly influence the accounting restatements and other variables such as profitability, leverage and change of auditors has no effect. Implications, limitations and suggestions will be discussed further in this study.

Keywords: Leverage, Profitability, Restatement, Substitution Auditor, the Company Size