

## **ABSTRACT**

### **EFFECT GOING CONCERN OPINION, MANAGEMENT TURNOVER, REPUTATION AUDITORS AND FINANCIAL DISTRESS TO TURN PUBLIC ACCOUNTING FIRM IN THE MANUFACTURING COMPANIES ON BEI**

**By :**

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Issues regarding the change of KAP has been widely studied by researchers, academics, and practitioners in developed countries. AICPA (American Institute of Certified Public Accountant) agreed that the phenomenon of change of auditors is a major problem faced by the CPA. In Indonesia, this issue enough attention, especially for government and regulatory agencies such as the legislature.

The objective of this study is to investigate the effect of going concern opinion, management changes, auditor reputation and financial distress on auditor changes. I collect the data from ICMD with employing purposive sampling.

This research uses financial statements data of companies listed in Bursa Efek Indonesia (BEI) from year 2008-2012. Based on method purposive sampling, research sample total is 100 companies. Hypothesis in this research are tested by logistics regression

The results show that going concern opinion is insignificant for auditor changes, management changes significant to auditor changes, auditor reputation is not significant to auditor changes and financial distress is significant to auditor changes. This study concludes that going concern opinion and auditor reputation are insignificant on the auditor changes but management changes and financial distress are significant on the auditor changes.

**Keywords :** Going concern opinion, management changes, auditor reputation, financial distress and auditor changes.