

ABSTRACT

Audit rotation is a condition when the client company decide to change the auditor or the audit firm. Rotation of audit is generally divided into two properties, namely the rotation mandatory audit conducted because of government regulations, while the voluntary audit rotation due to internal factors of the company.

This study aims to analyze audit rotation which can be performed by several factors, that is auditfirm size and audit opinion. The populations in this study were companies in manufacture sector which listed in Indonesia Stock Exchange during 2010-2013. Total of 20 samples were obtained using a purposive sampling method. This study used logistic regression analysis. The results show that simultaneously audit firm size and audit opinion did not have a significant effect on audit rotation. All of the independent variables also did not have a significant effect partially on audit rotation.

Keywords: audit firm's size, audit opinion, audit rotation