

ABSTRACT

The preparation and presentation of financial statements should be useful and reliable to users, it is necessary to balance the relevant benefits between timely reporting and reliable information provision. Timeliness can be seen from the audit delay which is the period between the closing date of the book until the date of the independent audit report.

This study aims to examine the effect of Leverage, Liquidity, Complexity of Company Operation, KAP Reputation and Tenure Audit to Delay Audit either partially or simultaneously. The object of this research is the company that entered into LQ45 Index year 2011-2016.

This research belongs to the type of descriptive verification research is causality. The data used is secondary data and sample selection using purposive sampling obtained as many as 66 company samples. Data analysis method from this research is panel data regression analysis by using Eviews version 9 software.

The results showed that simultaneously Leverage, Liquidity, Complexity of Company Operation, Reputation of KAP and Audit Tenure have significant influence to Audit Delay. While partially, Liquidity and Complexity of Company Operation have a significant positive effect to Audit Delay, Audit Tenure has significant negative effect to Audit Delay. While Leverage has no effect on Audit Delay.

Based on this research, the company is suggested to consider factors affecting audit delay such as percentage ratio of liquidity ratio, number of subsidiary entity and audit tenure in order to shorten audit delay. For investors the timeliness in submitting auditor reports can be one of the information for investment decision making.

Keywords: Leverage, Liquidity, Complexity of Company Operation, KAP Reputation, Tenure Audit and Audit Delay.