

ABSTRACT

Audit opinion going concern is an accounting assumption where a business entity is considered to be able to maintain its business activities for a long period of time and there will be no liquidation in the short term. If the company is considered to have doubts in maintaining business continuity, the auditor will provide a going-concern audit opinion and that opinion can help investors to make decisions.

This study was conducted to determine the simultaneous and partial influence between the previous year's audit opinion, debt default and opinion shopping on going concern audit opinion on textile and garment sector companies listed on the Indonesia Stock Exchange in 2014-2018.

Hypothesis testing in this study was tested using descriptive statistical analysis and logistic regression analysis using SPSS 25.0 software. A total of 65 samples of textile and garment sector companies listed on the Indonesia Stock Exchange in 2014-2018 were obtained by purposive sampling technique.

The results of this study indicate that the variables of the previous year's audit opinion, debt default and opinion shopping simultaneously have a significant effect on the acceptance of going concern audit opinion. Partially the debt default, and opinion shopping have no significant effect, while the audit opinion of the previous year has a significant positive effect on the acceptance of going concern audit opinion.

For investors the results of this study can assist in investment decision making and are advised to be cautious of companies that in the previous year received going-concern audit opinions, because these variables have a significant influence on the acceptance of going-concern audit opinion.

Keywords: *Going Concern Audit Opinion, Previous Year Audit Opinion, Debt Default and Opinion Shopping*