

ABSTRACT

Audit quality is the totality of auditor services that are important for finding violations, correcting financial statements, and ensuring accurate accounting information. Competent independent auditors must prevent a decline in audit quality to maintain a good reputation by clients and the resulting high audit quality.

This study aims to determine the effect of audit fees, audit delay, and client company size on audit quality in industrial sector companies listed on the Indonesia Stock Exchange (IDX) in 2018-2022.

This study uses a quantitative method of secondary data type using the IBM SPSS version 26 application to test the research hypothesis. The samples used in this study were 37 companies or 185 data using purposive sampling in industrial companies listed on the Indonesia Stock Exchange in 2018-2022. The total data after removing outliers is 170 data. This research was analyzed using descriptive statistics and logistic regression.

The results of this study indicate that audit fees, audit delay, and client company size affect audit quality. In addition, audit fees and client company size have a positive effect on audit quality. This means that the larger the size of the client company and the audit fee issued, the higher the audit quality produced by the auditor. Meanwhile, audit delay has no effect on audit quality. This means that the delay in submission is the responsibility of the company and has no effect on the quality of the audit produced by the auditor.

The contribution of this study is that audit fees and client company size are positive determinants of audit quality in industrial sector companies. Recommendations for further research are to change independent variables that have no effect on audit quality with different proxies, periods and research objects. This research suggestion is that companies continue to develop business capabilities and performance in financial reporting so that the resulting audit quality remains high and good.

Keywords: *Audit Quality, Audit Fee, Audit Delay, Client Company Size*