

ABSTRACT

This study aims to analyze and describe the effect of Leverage, Profitability, Complexity of Company Operations, Multinational Companies, and Profit Management on Audit report lag in Manufacturing Companies listed on the Indonesia Stock Exchange in 2021. In this study, agency theory is used to produce the hypothesis to be tested. . This study used a purposive sampling technique through certain criteria in sampling. According to the established criteria, 202 research samples were obtained and the data analysis technique used in this study was multiple linear regression analysis.

The results of the study show that: (1) Leverage has no significant effect on audit report lag; (2) Profitability has a significant negative effect on audit report lag; (3) The complexity of company operations has a significant positive effect on audit report lag; (4) Multinational companies have a significant negative effect on audit report lag; (5) Earnings management has a significant negative effect on audit report lag. The results of testing the coefficient of determination obtained an Adjusted R2 value of 75.2%. It can be concluded that there are 24.8% other independent variables that affect audit report lag, outside of the independent variables that have been tested in this study.

Keywords: Leverage, Profitability, Complexity of Company Operations, Multinational Companies, Earnings Management, and Audit report lag