

ABSTRACT

The purpose of this research was to determine the effect of real activities manipulation going concern audit opinion for manufacturing companies with financially distressed condition and listed on Indonesia Stock Exchange for the period 2015-2020. This type of research is quantitative research using secondary data in the form of annual reports or financial statements of companies listed on the Indonesia Stock Exchange. The sampling technique was done by purposive judgement sampling with replacement. The sample consisted of 192 firms years from manufacturing companies listed on the Indonesia Stock Exchange for 2015-2020 period. The data analysis method used in this study is logistic regression analysis by using SPSS 25. The results of this study indicate that real activities manipulation through abnormal production cost have consideration for auditors in giving going concern audit opinion in manufacturing companies with financial distressed and listed on the Indonesia Stock Exchange in 2015-2020.

Keyword : Real activities manipulation, Going concern audit opinion, abnormal production cost, abnormal cash flow from operation, abnormal discretionary expense