

ABSTRACT

Key Audit Matters (KAM) are matters that, according to the auditor's professional judgment, are the most significant in the audit of financial statements for the current period. This research aims to identify the factors that influence the disclosure of KAM in financial sector companies in Indonesia. The dependent variable in this study is KAM disclosure. The independent variables include audit firm size, audit fee, audit tenure, number of audit committee meetings, financial expertise of the audit committee, and female audit committee members.

This research uses secondary data obtained from annual reports and independent auditor's reports accessed through the official websites of the companies or the Indonesia Stock Exchange. The population of this research consists of financial sector companies listed on the Indonesia Stock Exchange during the period 2022–2024. A total of 37 companies were selected as the sample, with a total of 109 observations (2022–2024). Hypothesis testing was conducted using multiple linear regression analysis.

The research results show that audit fee, audit tenure, and female audit committee members have a significant positive effect on KAM disclosure. Meanwhile, audit firm size, number of audit committee meetings, and financial expertise of the audit committee do not have a significant effect on KAM disclosure.

Keywords: Key Audit Matters (KAM), audit firm size, audit fee, audit tenure, audit committee meetings, audit committee expertise, female audit committee members.