

ABSTRACT

This study aims to obtain empirical evidence regarding the effect of solvency (DER), profitability (ROA), and firm size (LNSIZE) on audit report lag, by testing the role of auditor rotation as a moderating variable. The object of this research is manufacturing companies listed on the Indonesia Stock Exchange (IDX) for the 2020-2024 period.

This study utilizes balanced panel data selected through a purposive sampling method, consisting of 132 companies, resulting in a total of 660 observations. The analytical techniques applied in this research are panel data regression analysis and Moderated Regression Analysis (MRA) using the Stata 17 software.

The empirical results prove that profitability and firm size have a negative effect on audit report lag, while solvency has no effect on audit report lag. The moderation test proves that auditor rotation strengthens the effect of profitability on audit report lag, whereas auditor rotation is unable to moderate the effect of solvency and firm size on audit report lag.

Keywords: *Audit Report Lag, Solvency, Profitability, Firm Size, Auditor Rotation.*

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