

REFERENCES

- Abbott, L.J., Parker, S. and Peters, G.F. 2010. ‘Serving two masters: the association between audit committee internal audit oversight and internal audit activities. *Accounting Horizons*, Vol. 24 No. 1, pp. 1-2.
- Agoes, S. 2012. Auditing: *Petunjuk Praktis Pemeriksaan Akuntan oleh Akuntan Publik*. Book 1, 4th ed. Salemba Empat. Jakarta.
- Alzeban, A. and Sawan, N. 2015. The impact of audit committee characteristics on the implementation of internal audit recommendations. *Journal of International Accounting, Auditing and Taxation*, Vol. 24 No. 5, pp. 61-71.
- Bame-Aldred, C.W., Brandon, D.M., Messier, W.F., Jr, Rittenberg, L.E. and Stefaniak, C.M. 2013. A summary of research on external auditor reliance on the internal audit function. *Auditing: A Journal of Practice & Theory*, Vol. 32 No. 1, pp. 251-286.
- Barua, A., Rama, D. and Sharma, V. 2010. ‘Audit committee characteristics and investment in internal auditing’. *Journal of Accounting and Public Policy*, Vol. 29 No. 5, pp. 503-513.
- Bedard, J.R. and Graham, L. 2011. Detection and severity classifications of sarbanes-oxley section 404 internal control deficiencies. *International Journal of Auditing*, Vol. 86 No. 3, pp. 825-855.
- Belford, Aubrey. 2011. Warning Sign in Citibank Scandals in Indonesia. The New York Times. 17th July. New York.
- Burton, F. G., S. A. Emett, C.A. Simon, and D. A. Wood. 2012. Corporate Managers' Reliance on Internal Auditor Recommendations. *Auditing: A Journal of Practice & Theory*: May 2012, Vol. 31, No. 2, pp. 151-166.
- Cambridge. Definition of investment. <https://dictionary.cambridge.org/dictionary/english/investment>. Accessed 9th February 2019.
- Desai, V., Roberts, R.W. and Srivastava, R. 2010. An analytical model for external auditor evaluation of the internal audit function using belief functions. *Contemporary Accounting Research*, Vol. 27 No. 2, pp. 346-346.
- Ebaid, I.E. 2011. ‘Internal audit function: An exploratory study from Egyptian listed firms’, *International Journal of Law and Management*, 53(2), pp. 108–128.
- Fadzil, F., Haron, H. and Jantan, M. 2005. Internal auditing practices and internal control system. *Managerial Auditing Journal*, Vol. 20 No. 8, pp. 844-866.

- Funding Universe. Phar-Mor Inc. History. [Http://www.fundinguniverse.com/company-histories/phar-mor-inc-history](http://www.fundinguniverse.com/company-histories/phar-mor-inc-history). Accessed on 5th January 2019 (10.20 am).
- Ge, W. and Mc Vay, S. 2005. The disclosure of material weaknesses in internal control after the Sarbanes-Oxley Act. *Accounting Horizons*, Vol. 19 No. 3, pp. 137-158.
- Ghozali, Imam. 2009. *Aplikasi Analisis Multivariate Dengan Program SPSS*, Semarang: Badan Penerbit Universitas Diponegoro.
- Gramling, A.A., Nuhoglu, I. and Wood, D.A. 2013. A descriptive study of factors associated with the internal audit function having an impact: comparisons between organizations in a developed and an emerging economy. *Turkish Studies*, Vol. 14 No. 3, pp. 581-606.
- Goodwin, J. and Yeo, T.Y. 2001. 'Two factors affecting internal audit independence and objectivity: Evidence from Singapore'. *International Journal of Auditing*, Vol. 5 No. 2, pp. 107-125.
- Gray, J. and Hunton, J.E. 2011. External auditors' reliance on the internal audit function: the role of second-order belief attribution. Working paper. Bentley University.
- Harrington, C. 2004. 'Internal audit's new role'. *Journal of Accountancy*, Vol. 198 No. 3, pp. 65-70.
- Ho, S. and Hutchinson, M. 2010. 'Internal audit department characteristics/activities and audit fees: Some evidence from Hong Kong firms', *Journal of International Accounting, Auditing and Taxation*. Elsevier Inc., 19(2), pp. 121–136.
- Hu, G., Yuan, R. and Xiao, J.Z. 2017. 'Can independent directors improve internal control quality in China?'. *The European Journal of Finance*, Vol. 23 Nos 7/9, pp. 815-853.
- Indonesia Stock Exchange (IDX). 2019. Profil Perusahaan Tercatat. <https://www.idx.co.id/perusahaan-tercatat/profil-perusahaan-tercatat>. Accessed 12th February 2019.
- Institute of Internal Auditors (IIA). 2004. Internal auditing's role in sections 302 and 404 of the Sarbanes-Oxley acts. IIA. USA.
- Institute of Internal Auditors-Australia (IIA-Australia). 2014. Internal Audit: Why it's important. IIA-Australia. Australia.

- Institute of Internal Auditors (IIA). 2017. Standards for the professional practice of internal auditing". The Institute of Internal Auditors Homepage, Institute of Internal Auditors. USA.
- International Monetary Fund (IMF). 2018. International monetary fund data mapper. Available at: www.imf.org/external/index.htm. Accessed 10th January 2019.
- Johl, S.K., Subramaniam, N. and Cooper, B. 2013. Internal audit function, board quality and financial reporting quality: Evidence from Malaysia. *Managerial Auditing Journal*, Vol. 28 No. 9, pp. 780-814.
- Kabuye, F. *et al.* 2017. 'Internal audit organizational status, competencies, activities and fraud management in the financial services sector', *Managerial Auditing Journal*, 32(9), pp. 924–944.
- Kervin, J. B. 1992. Methods for Business Research. Harpercollins College Div.
- Kessler Topaz Meltzer Check. 2017. Toshiba Accounting Scandal and Lawsuits. <https://www.ktmc.com/blog/toshiba-accounting-scandal-and-lawsuits>. Accessed on 10th January 2019 (16.59 pm).
- Khelif, H. and Samaha, K. 2014. 'Internal control quality, Egyptian standards on auditing and external audit delays: Evidence from the Egyptian stock exchange', *International Journal of Auditing*, 18(2), pp. 139–154.
- _____. 2016. 'Audit committee activity and internal control quality in Egypt: Does external auditor's size matter?', *Managerial Auditing Journal*, 31(3), pp. 269–289.
- KPMG. 1999. 'The KPMG Review Internal Control: A Practical Guide', *Service Point (UK) Limited*, pp. 1–88.
- Krishnan, G.V. and Visvanathan, G. 2007. 'Reporting internal control deficiencies in the post-Sarbanes Oxley era: the role of auditors and corporate governance. *International Journal of Auditing*, Vol. 11 No. 2, pp. 73-90.
- Law No. 40/2007 on Limited Liability Companies. 16th August 2007. Jakarta
- Li, H. 2015. 'Managerial Ability and Internal Control Quality: Evidence from China', *International Journal of Financial Research*, 6(2).
- Lin, S., Pizzini, M., Vargus, M. and Bardhan, I.R. 2011. The role of the internal audit function in the disclosure of material weaknesses. *The Accounting Review*, Vol. 86 No. 1, pp. 287-323.

- Lin, Y.C., Wang, Y.C., Chiou, J.R. and Huang, H.W. 2014. 'CEO characteristics and internal control quality'. *Corporate Governance: An International Review*, Vol. 22 No. 1, pp. 24-42.
- Mat Zain, M., Subramaniam, N. and Stewart, J. 2006. Internal auditors' assessment of their contribution to financial statement audits: the relation with audit committee and internal audit function characteristics. *International Journal of Auditing*, Vol. 10 No. 1, pp. 1-18.
- Mohd-Sanusi, Z. et al. 2015. 'Effects of Internal Controls, Fraud Motives and Experience in Assessing Likelihood of Fraud Risk', *Journal of Economics, Business and Management*, 3(2), pp. 194–200.
- Naheem, A.M. 2016. Internal audit function and AML compliance: the globalization of the internal audit function. *Journal of Money Laundering Control*, Vol. 19 No. 4, pp. 459-469.
- OJK Regulation No. 56/POJK.04/2015 on Formation and Compilation Guidance Internal Audit Unit Charter.
- Oussii, A. A. and Boulila Taktak, N. 2018. 'The impact of internal audit function characteristics on internal control quality', *Managerial Auditing Journal*, 33(5), pp. 450–469.
- Oxford Dictionary of English. Definition of Quality. Oxford University Press. England.
- Pitt, S. 2014. Internal Audit Quality: Developing a quality and improvement program. ISBN 978-1-118-71550-5. Wiley Publisher. USA.
- Pizzini, M., Lin, S., Vargus, M. and Ziegenfuss, D.E. 2015. 'The impact of internal audit function quality and contribution on audit delays'. *Auditing: A Journal of Practice & Theory*, Vol. 34 No. 1, pp. 25-58. (IAS 315-appendix 1: 305).
- Salehi, M. and Bahrami, M. 2017. 'The effect of internal control on earnings quality in Iran', *International Journal of Law and Management*, 59(4), pp. 534–546.
- Sekaran, U., and Bougie, R. 2017. Metode Penelitian untuk Bisnis, Edidi 6 Buku 2, Salemba Empat: Jakarta.
- Seol, I., and J. Sarkis. 2005. A multi-attribute model for internal auditor selection. *Managerial Auditing Journal*, Vol. 20 Iss 8 pp. 876 – 892.
- Soh, D.S.B. and Martinov-Bennie, N. 2011. 'The internal audit function, perceptions of internal audit roles, effectiveness and evaluation'. *Managerial Auditing Journal*, Vol. 26 No. 7, pp. 605-622.

State of New York Comptroller. 2007. Standards for Internal Control in New York State Government. Available at: www.osc.state.ny.us. New York, USA.

Wan-Hussin, W.N. and Bamahrost, H.M. 2013. 'Do investment in and the sourcing arrangement of the internal audit function affects audit delay?'. *Journal of Contemporary Accounting & Economics*, Vol. 9 No. 1, pp. 19-32.

Zaremba, A. and Konieczka, P. 2015. 'Sovereign Wealth Funds in Central and Eastern Europe: Scope and Methods of Financial Penetration', *eFinanse Financial Internet Quarterly*, 11(1), pp. 11–21.

Zhang, Y., Zhou, J. and Zhou, N. 2007. 'Audit committee quality, auditor independence and internal control weaknesses. *Journal of Accounting and Public Policy*, Vol. 26 No. 3, pp. 300-327.

Arifiyani, H. A. (2012). Pengaruh Pengendalian Intern, Kepatuhan dan Kompensasi Manajemen Terhadap. *Jurnal Nominal*, 1(1).

Boynton, W. C., & Johnson, R. N. (2006). *Modern Auditing Eight Edition*. London: John Wiley & Sons Inc.

Hernandez, J. R., & Groot, T. (2007). *Corporate Fraud: Preventive Controls Which Lower Corporate Fraud*.

