

# THE CONFLICT OF EXTERNAL AUDITOR'S ROLES

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## ABSTRACT

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Normally the roles of auditor are monitoring the job performance of manager to public. However, in order to protect the reputation of company, directors may intimidate the auditor to ignore some of mistake that may influence the companies faced a trouble in future. The different the goal of orientation and self-interest led the conflict happen. Therefore, the objectives of this study are to examine managerial factors that influences external auditors' role, and to investigate the ways to minimize auditors' role conflict. The purpose of this study is tried to explain what are the reasons led the external auditor's role conflict and how can do for the auditor's to reduce the conflict. In this study, there are two types of data analysis. The multiple correlations and regression test for explaining the correlation between the dependent and independent variable and independent variable and tested the model is it statistically significant which is similar to the theory available in the literature. The factor analysis test for recognizing which are the main factors leads external auditor's role conflict. Further test are done and alternative explanations are provided. The result obtain from the test suggest a significant relationship between external auditor's roles and managerial factor. The main factors led the external auditor's role conflicts are caused by expectation gap, auditor-client relationship, market competition, structural inconsistency, and non-audit services. Finally, based on the result this study suggests ways according to prior research to minimize auditor's role conflict. The significance of the study is provided the information to auditors, company's management, shareholders and the professional bodies. These provide a better understanding on the opinions do by external auditors' when they feel conflict and a ways for them to build up some of the solution to reduce the conflict.