

## **V. CONCLUSION AND IMPLICATION**

### **A. Conclusion**

Based on the results of research on IFRS 13 convergence on PSAK 68 and financial distress towards delay submission of financial statements with variable control of firm size, firm age, and size of public accounting firm stated that firm size influence delay submission of financial statements, while firm age and size of public accounting firm has no influence on delay submission of financial statements. Conclusion based on results can be summarized as follows:

1. IFRS 13 that convergence on PSAK 68 has no influence on delay submission of financial statements.
2. Financial distress has a positive influence on delay submission of financial statements.

### **B. Implication**

1. The results of this research found empirical evidence of financial distress on the delay on the submission of financial statements of mining companies. This can be an option for investors, financial analysts, and management to see the performance of a company that is a company that has a high *DER* will be more delayed in its financial statements. According to concept stated by Beaver (2011), a term used for financial

distress is insolvency. There are refers to the inability to pay obligations when due and occur when the liabilities of a company exceed its assets. So in order to decreasing the financial distress, the company should minimize the mismanagement of managing the company's cash flow in making corporate activity payments which can aggravate the company's financial condition, reduce its debt-taking policy to cover costs arising from the operations of the company that will create an obligation for the company to return the debt in the future, and also it is necessary to compete with quality improvement of products to avoid losses in the company's operational activities that can generate negative cash flows in the company, so that management will not need time to remove and recover the financial distress from the financial statements in order to make the company succeed that may lead to an increase in delay submission of the financial statement. Therefore, to be able to reduce delay submission, company should have auditor and human resources that competent on managing financial statement on every situation that company have whether on difficult financial condition or not.

### **C. Research Limitation**

1. This research have extreme data of *DER* on BUMI company which have negative value while others are positive. Further research is expected to

have more strict on the criteria of purposive sampling in order to prevent extreme data on research.

2. From tabulation data, BUMI company have negative value on *DER* while the other company have positive value. For further research is suggested to use qualitative research in order to dig deeper this case and gain informations and findings more.