

Globalization

WTO

(2004)

GATTs -

Financial Derivative Instruments
'Securitization Transactions

Enron

Parmalat

.2010/9/22

2009/12/7

Sarbanes- Oxley Act 2002

(301)

2005

:(Abbott, et.al, 2004)

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Multicollinearity	.			
Collinearity Diagnostics	:			-2
Tolerance				
(VIF) Variance Inflation Factor				
				-3
Autocorrelation				
Durbin Watson Test.	.			
				-4
Heteroskedasticity Test	:			
White				
				-5
			2008	2005
Descriptive Statistics				
Measures				
Median		Mean		
		Standard Deviation		
				-6
2008	2005	Time Series Data	22	13
Cross Section Data				9
Pooled Data			()
		Regression		
Binary		Dummy Variables		13
		Logit		
	:			
			:	
		E-Views	SPSS	
			%95	
			:(Sekaran, 2006)	
	:			-1
		Normal Distribution		
		Jarque-Bera		
			.%5	Jarque-Bera
				-2

(2008) .

(2004 : 7) .

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(2003) .

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(2004 : 92) .

(Cattrysse, 2005).

(2004) The Organization for
Economic Co-operation and Development
(OECD)

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(OECD, 2004).

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.Cattrysse (2005)

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OECD

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1999 OECD
OECD 2004

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:(2001)

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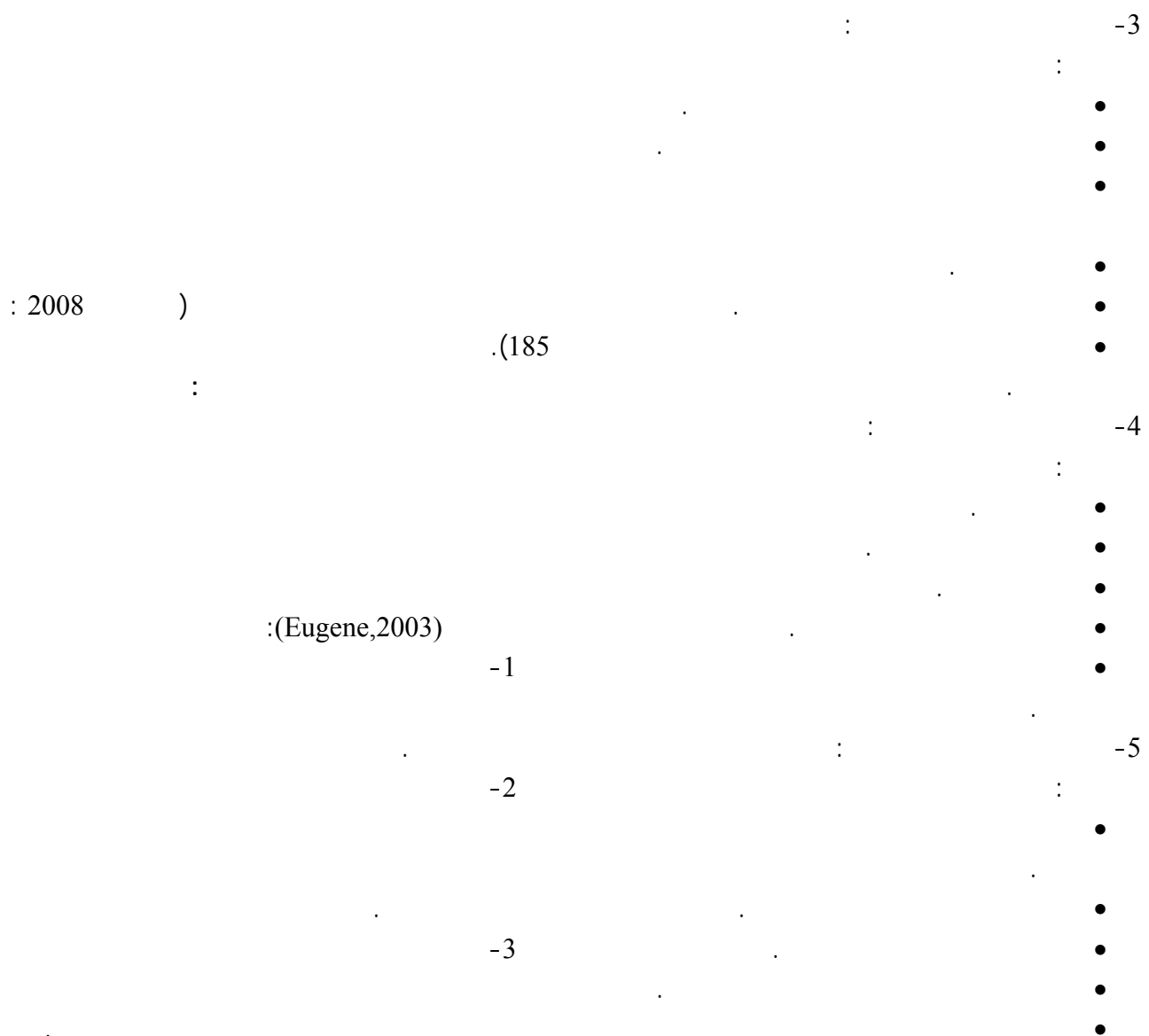
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-6



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2001

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2001

2005

2002

2004

2003

1981 109
.1992 95
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1981 159
1991 203
1992 95
1997
2000

8
93

Xerox

Worldcom

Enron

SEC

:(Pitt,2001:2)

Sarbanes-	(Dezoort and Salterio, 2001)	Current	-1
(301)	2002		Disclosure
	Oxley		-2
			-3
			-4
	(2006)		
		1940	
		1940	SEC
			1972
			1974
			(165)
		1978	
	(Andrew and Carol, 2000)		
		1977	NYSE
		1978	
	2005		
			1967
			AICPA
		(SAS No.61) 61	(SAS No.90) 90

-8
-9
-10

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.(2005

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.(Bedard et al., 2004)

:(2005)

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.(2004)

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Abbott

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: 2010 -
" (Abbott et al., 2004)
"

50
- 2001

Sarbanes- Oxley Act 2002

2006

(301)

.(Defond, 2000)

()

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.(2008)

.(2003)

: Luohe et al.,2008 -

"Board Monitoring Audit Committee
Effectiveness, and Financial Reporting Quality:

:

and Audit Committee Meeting Frequency on
the External Audit: Perceptions of Australian
Auditors"

Review and Synthesis of Empirical Evidence"

50

79

2004- 2003

2002

Sarbanes Oxley

CLERP 9

- : -

: Martinez & Fuentes, 2007 -
"The Impact of Audit Committee
Characteristics on the Enhancement of the
Quality of Financial Reporting: An Empirical
Study in the Spanish Context"

: Musa & Venancio, 2008 -
"Audit Committees and Voluntary External
Auditor Involvement in UK Interim Reporting"

258

2003- 2001

1998

380

2001- 1999

: Stewart & Munro, 2007 -
"The Impact of Audit Committee Existence

: Good & Seow, 2002 -
 "The Influence of Corporate Governance Mechanisms on the Quality of Financial Reporting and Auditing Perceptions of Auditors and Directors in Singapore"

22
 2001- 1998

: AL Mudhaki & Joshi, 2004 -
 "The Role and Functions of Audit Committees in the Indian Corporate Governance : Empirical Finding"

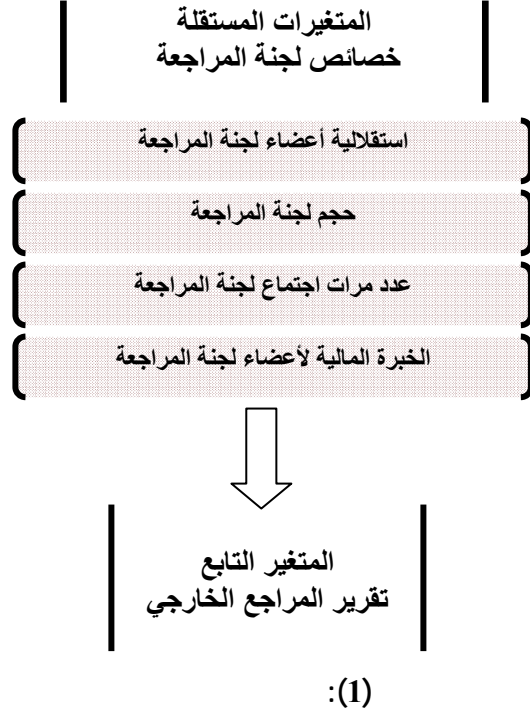
2001
 %56.2
 2003
 %68.3
 %14.6

: 2003 -
 "

15
 2002- 2000

:

(1)



(1)

Multicollinearity		Jarque-Bera Test		#
VIF	Tolerance	Prob.	J-B	
1.52	0.77	0.013	4.8	1
2.91	0.56	0.076	1.78	2
1.47	0.87	0.058	1.81	3
1.84	0.32			4
2.1	Autocorrelation			
0.19	Heteroskedasticity (White Test)			

Normal-Distribution

%5

:Test

(Ln)

:Multicollinearity Test

Jarque-Bera

%5

Jarque-Bera

Prob.

Collinearity

Tolerance

Diagnostics

: Continuous Variables

Variance Inflation Factor (VIF)

VIF

(1)

Dummy Variables

(5)

(1)

:

Jarque-Bera Test

%5

Prob.

:Autocorrelation Test

	White			
		E-Views		Durbin Watson Test
		Heteroskedasticity		
		(0.19)	White	
	(0.05)			(4 - 0)
				()
	White			(4)
		E-Views	-1.5)	
		White		(2.5
. E-Views			D-W	
:		:	(2.5 -1.5)	(2.1)
				Autocorrelation

:Heteroskedasticity Test

:(2)

4	3	0.12	3	3.1
5	4	0.05	4	4.3
1	0	0.29	0.31	0.33

%33

: Dummy Variables

:(3)

Binomial Test

(0)

(1)

0.43

0.81

%20

8

%80

32

2008

2005

:

:

()

(1)

:

%80

:(5)

Binary Logit Test			#
Prob.	Z-Statistic	Coefficient	
0.043	1.68-	0.271-	1
0.015	2.3-	3.7-	2
0.07	1.3-	2.2-	3
0.03	3.2-	1.5-	4

1.650 2.3- %95 Z-Statistic .1.650 %95 Z -

1.650 %5 قد %1.5 Heteroskedasticity .White

2.2- Coefficient - Coefficient 0.271

%95 Z-Statistic 1.3- قد 1.650 %95 1.68-

قد 1.650 %7 %5 %4.3 %5

3.7- Coefficient

1.5- Coefficient



.(2003)

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.(2003)

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.(2008)

.(2001)

.(2010)

.(2005)

.(2004)

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Agrawal, T. & Krishnan, V. R. 2000. Relationship
 Abbott, L., Parker, S. and Peters, G. 2004. **Audit Committee Characteristics and Restatement. Auditing: A Journal of Practice & Theory**, Vol.23.

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The Role of Audit Committee as a Supportive Tool of Corporate Governance on Enhancing the Quality of Financial Reports An Applied Study on Egyptian Pharmaceutical Corporations

Sameh M. Reda Reyad Ahmed

ABSTRACT

This study aims at exploring the role of audit committee on enhancing the financial reports in Egypt. This was accomplished through reviewing the literature and previous studies related to corporate governance, audit committee and financial reports, then analyze the relationship between the characteristics of the audit committees at the Pharmaceutical corporations listed in the Egyptian Exchange and the possibility of the Company receiving an unqualified auditors' report as a measure of the quality of financial reports.

The study finds a positive relationship between the independence of the audit committee members, the size of the audit committee, and the financial experience of its members on the external auditor's report. On the other hand, there was no effect of the numbers of meeting of the audit committee on the quality of the financial reports. Finally, the study emphasized the importance of the characteristics that should be required in the members of the audit committee and to maintain their independency, and the existence of financial and accounting experience in most of the members of the audit committee.

KEYWORDS: Corporate Governance, Audit Committee Characteristics, Quality of Financial Reporting.