

ABSTRACT

Fraudulent financial statements are misstatements or deletions of amounts or disclosures that are intentionally made with the purpose of deceiving its users. Fraudulent financial statements include intentional misconduct of certain financial values to produce a better view of profits in order to trick or deceive shareholders or creditors.

In this study the independent variables are the board of commissioners, audit committee, company size, and financial performance. The dependent variable in this study is fraudulent financial statements. This study aims to determine the influence of the board of commissioners, audit committee, company size, and financial performance and to find out whether there is a simultaneous and partial influence on fraudulent financial statements in non-financial State-Owned Enterprises in the Indonesia Stock Exchange period 2014-2018.

The population in this study is the company Non-Financial State-Owned Enterprises in the Indonesia Stock Exchange during the period 2014-2018. The sample selection technique used purposive sampling and obtained 13 companies with observations over five years so that 65 samples were observed. The analysis technique used in this study is panel data regression analysis using the Eviews 9.0 application.

Based on the results of the study, the board of commissioners, audit committee, company size, and financial performance simultaneously influence the fraudulent financial statement. Partially, financial performance has a positive effect on fraudulent financial statements. While the board of commissioners, audit committee, and company size did not affect the fraudulent financial statement.

Further researchers are advised to be able to examine other variables that are considered to have an influence on fraudulent financial statements and conduct research based on the company sector. The limitation in this study is that there are still few variations of the previous research variables which examine the fraudulent financial statement.

Keywords : Fraudulent financial statement, board of commissioners, audit committee, company size, and financial performance