

ABSTRACT

One of the responsibility of a company is to report financial statements properly and in accordance wit applicable regulations. In this case if the company is unable to disclose its financial statements correctly or doesn't comply with applicable regulations, then the company's financial statements may be indicated as not having integrity.

This study aims to explain and discuss the corporate governance against integrity of financial statement in the BUMN companies listed on the Indonesia Stock Exchange.

The population in this study were all BUMN companies listed on the Indonesia Stock Exchange in 2014-2018. The sample selection technique used purposive sampling and obtained 20 companies equipped with a period of 5. The analysis technique used in this study is multiple regression analysis using evIEWS version 10 software.

The results of the study indicate the independent commissioners, managerial ownership, institutional ownership, and audit committees simultaneously influence the integrity of financial statements. The variable independent commissioners, managerial ownership, institutional ownership, and audit committee partially have no affect on the integrity of financial statements.

For investors, the results of this study are expected to provide additional information in making decisions. Whereas for companies, the results of this study are expected to be used to conduct evaluations to pay more attention to factors that affect the integrity of financial statements.

Keywords: Corporate Governance, Independent Commissioner, Managerial Ownership, Institutional Ownership, Audit Committee, and Financial Statements Integrity.