ABSTRACT

The integrity of financial statements is that all information submitted in the financial statements must be in accordance with the actual situation, which is presented honestly and impartially to any party because it is to be accounted for. Financial information can be said to be very comprehensive if it can influence the decisions of users of financial statements in making decisions. Therefore, it is expected that the presentation of financial statements must have high integrity and have an important role in determining decisions for parties in need / investors.

The population in this study are transportation and logistics sector companies listed on the Indonesia Stock Exchange (IDX) for the period 2018-2022. The sampling technique used purposive sampling and obtained a sample of 17 companies with a total of 85 observation data. The analysis method of this research is panel data regression analysis using Eviews 12. However, after collecting observation data, it was found that some data had extreme values so that the researchers conducted outlier data in the Eviews 12 software and obtained final data as many as 17 companies with a total of 73 observation data.

Based on the results of this study, it shows that intellectual capital, leverage, and institutional ownership simultaneously affect the integrity of financial statements. Partially, intellectual capital has no effect on the integrity of financial statements, leverage has a negative effect on the integrity of financial statements. Meanwhile, institutional ownership has a positive effect on the integrity of financial statements.

Keywords: *Financial statement integrity, intellectual capital, leverage, and institutional ownership.*