

ABSTRACT

In presenting financial statements, the company definitely wants to show that the company is in good condition. The goal is that the decisions taken by users of financial statements are as expected. For this reason, in order to achieve this, sometimes financial statements are deliberately manipulated and such fraudulent actions are referred to as fraud. Financial statement fraud is an attempt that is intentionally carried out by manipulating material values in financial statements and aims to mislead users of financial statements.

The purpose of this study was to determine the effect of partial and simultaneous pressure, opportunity, rationalization and capability included in diamond fraud on financial statement fraud on Manufacturing Companies listed on the Indonesia Stock Exchange year 2015-2017

The population in this study are manufacturing companies listed on the Indonesia Stock Exchange (BEI) in 2015-2017. The sampling technique used was purposive sampling method and obtained 270 samples. Data analysis using logistic regression analysis techniques and processed with IBM SPSS Statistics 25 software.

The results showed that the financial target, external pressure, nature of industry, ineffective monitoring, changes in auditors and changes in directors had a simultaneous effect on financial statement fraud. Partially, external pressure and ineffective monitoring affect financial statement fraud. While financial targets, nature of industry, auditor changes and changes in directors do not affect the financial statement of fraud.

The results of the study are expected to be used as a reference and for future researchers it is recommended to add the research period and can use different research objects. For company management it is recommended to be more careful in presenting fraudulent financial statements and for investors, the results of research that affects financial statement fraud can be used as an evaluation material when making decisions.

Keywords : pressure, opportunity, rationalization, capability, fraud financial statement