

ABSTRACT

The financial statements stipulate as a deliberate deviation of the company's financial condition carried out by management in the form of intentional misstatements to obtain users of financial statements. Cases of fraudulent financial statements that occur in several mining sector companies are the basis for calculating factors related to fraudulent financial statements, so as to minimize the increase in corporate losses.

This study attempts to analyze triangular differences, namely the pressure that is proxied by financial stability pressures, external pressures, and financial targets, opportunities that are proxied by the nature of industry and ineffective monitoring, orientation that is proxied with the auditor switch against fraudulent financial statements. Measurements of each variable are obtained from the company's annual report in the specified period.

This study uses a quantitative method with the data used is secondary data. This study used a purposive sampling method to obtain 13 companies as samples. The population in this study are mining companies listed on the Indonesia Stock Exchange in 2015-2017. The analysis tool used is panel data regression.

Simultaneous Pressure, Opportunity and Rationalization have a significant effect on fraudulent financial statements. Partially, the pressure proxied by financial stability pressures and external pressures is not significant to fraudulent financial statements, opportunities that are proxied by the nature of industry and ineffective monitoring are not significant to fraudulent financial statements. Rationalization is proxied by the auditor switching not significant to fraudulent financial statements.

The advice obtained from this study is that further research can use other variables to find out the fraudulent relationship of triangle to fraudulent financial statements. This study states that the pressure variables proxied by financial targets have a positive and significant effect on fraudulent financial statements, referring to the increase in pressure on financial targets, the higher the addition of fraud that occurs in financial statements

Keywords: fraud triangle, fraud financial statements