

ABSTRACT

financial statements are a systematic presentation of the financial position and performance of an entity. The objective of financial reports is to provide information to users of financial statements regarding the financial position, performance and cash flows of an entity. The information provided must be of high quality so that it can attract investors to invest in an entity. Reports with integrity will describe accurate and reliable financial information.

This study aims to determine the effect of intellectual capital, audit committees, and independence of the board of commissioners on the integrity of financial statements. This research was conducted on transportation and logistics sector companies listed on the Indonesia Stock Exchange from 2017 to 2021. The method used in this study is a quantitative method. The sampling technique in this study was purposive sampling. The sample for this research is the financial statements of 9 companies that are consistently listed on the Indonesia Stock Exchange from 2017 to 2021, so that 45 samples of financial statements are obtained. The data analysis technique used is panel data regression using the Eviews 12 application.

The results of this study can be concluded that intellectual capital, audit committees, and independence of the board of commissioners simultaneously influence the integrity of financial statements. Partially, intellectual capital influences the integrity of financial reports. Meanwhile, the audit committee and independence of the board of commissioners. have no influence on the integrity of the financial statements.

It is suggested for further researchers to use other independent variables. Companies are expected to always pay attention to the preparation of financial reports so that they always have integrity so that information asymmetry does not occur. Furthermore, investors are expected to be able to assist investors in understanding the integrity of the company's financial reports and understand the indications that are a factor in companies not presenting financial reports that do not have integrity.

Keywords: *Committies audit, Independence of The Board of Commissioners, Integrity of Financial Statements, Intellectual Capital*