

ABSTRACT

The aim of this research is to determine the influence of fraud hexagon factors consisting of stimulus, opportunity, rationalization, capability, ego and collusion on fraudulent financial reports of PT Waskita Karya Tbk which is listed on the Indonesia Stock Exchange for the 2014-2023 period.

Financial statement fraud is an intentional act committed by one or more that involves deception to obtain an unfair or unlawful advantage. Stimulus is pressure that encourages someone to commit fraud. Opportunity is a situation where someone commits fraud because of an opportunity. Rationalization is a mental process in which individuals seek personal reasons or justifications for unethical actions. Capability is the expertise or capacity a person has to commit fraud. Ego is an attitude of superiority or greed of individuals who feel that internal control does not apply to themselves. Collusion is an action in the form of an agreement to deceive a certain party in order to obtain personal gain.

The object of this research is a company listed on the Indonesian Stock Exchange, namely PT Waskita Karya Tbk for the 2014-2023 period. The sample used is the financial report of PT Waskita Karya Tbk for 10 years. This research uses secondary data from company annual reports. The analysis technique used is multiple linear regression using Economic Views (EViews) software.

The results of the simultaneous test showed that stimulus, opportunity, rationalization, capability, ego, and collusion simultaneously influenced financial statement fraud. As for the partial test, the stimulus variable has an effect and capability has a positive effect on fraudulent financial statements. Then opportunity has a negative effect on fraudulent financial statements. Meanwhile, rationalization, ego, and collusion have no effect on financial statement fraud.

Suggestions for future researchers are to develop research variables by adjusting proxies in future studies to understand the fraud hexagon perspective on financial statement fraud.

Keywords: *Capability, Collusion, Ego, Financial Statement Fraud, Opportunity, Rationalization, Stimulus.*