



Indonesia Chapter #111



UNIVERSITI
TEKNOLOGI
MARA



Higher Institution Centre of Excellence (HICoE)

Co Hosts:



9th International Conference on Financial Criminology

“Financial Criminology and Financial Governance in Digital Era”

Jakarta, 4-5 December 2018

Conference Proceedings



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FOREWORD

ACFE Indonesia Chapter is honored to host the 9th International Conference on Financial Criminology from 4-5 December 2018 in Jakarta. The conference is a collaboration between ACFE Indonesia Chapter and Accounting Research Institute (ARI) Universiti Teknologi MARA Malaysia (UITM) and is co-hosted by 6 Universities, Universitas Islam Indonesia, Universitas Mercu Buana, Politeknik Keuangan Negara STAN, Universitas Trunojoyo Madura, UPN Veteran Jakarta and Universitas Negeri Surabaya.

The main theme of the conference is Financial Criminology and Financial Governance in Digital Era. The theme was chosen to accommodate the fast-changing environment because of the digitalization which will change everything about fraud and the importance to always update research subject and methodology to be able to prevent.

The conference consists of 11 sessions with two keynotes, three panel discussions, one plenary and three concurrent sessions and the speakers come from several countries, Indonesia, Malaysia, Bangladesh, Singapore and Hong Kong. We received more than 70 papers, come from academics and practitioners, those were from 21 universities in Indonesia and other countries, and 4 government institutions. The abstracts of each paper submitted we received are presented in this conference proceeding.

As the motto of ACFE is Together Reducing Fraud Worldwide, the conference expresses the responsibility of everyone including researchers to always seek for the better way to reduce fraud, and we believe that combatting fraud without prevention will be a no-end circle of fraud. From the conference we hope that we can have insights from the speakers and possibilities from the authors on how to reduce the fraud.

Special gratitude for ARI UITM Malaysia, co-hosts, reviewers, sponsors, and the organizing committees for their hard work to make this conference successful.

Dr. Gatot Trihargo, CA, CFE, CPMA, QIA
President of ACFE Indonesia Chapter

FOREWORD

The Accounting Research Institute (ARI) of Universiti Teknologi MARA Malaysia is proud to bring you the International Conference on Financial Criminology (ICFC). Now in its 9th year, this conference serves to drive intellectual discourse in the multiple facets of financial criminology, a primary focus of ARI's research initiatives. Over the years, we have strived to ensure that the conference is held in different locations, including at venues beyond Malaysian shores. It is our hope that through international collaboration, this conference reaches more people who share a common interest in combating financial fraud. For this reason, we are indeed very honoured to bring the conference to Jakarta, Indonesia, and this has been made possible thanks to the support and commitment of our partners, namely the ACFE Indonesia Chapter as well as Universitas Islam Indonesia, Universitas Mercu Buana, Politeknik Keuangan Negara STAN, Universitas Trunojoyo Madura, UPN Veteran Jakarta and Universitas Negeri Surabaya.

Our conference theme for this year, Financial Criminology and Financial Governance in Digital Era, is indeed apt as our desire is for the conference to be a platform that brings together academics and industry practitioners to deliberate on developments as well as challenges in the digital era as we attempt to seek solutions in specific areas such as fraud auditing and forensic accounting.

I am pleased to note that the successful organization of the ICFC in previous years has resulted in an international following for the conference. I therefore take this opportunity to thank everyone involved in organizing this year's conference in Jakarta. I am also very pleased to note that we already have a willing partner to organise the 10th International Conference on Financial Criminology in 2019 in Dhaka, Bangladesh. I wish everyone a fruitful conference and I look forward to welcoming all of you to the ICFC in Dhaka next year.

Professor Dr. Normah Omar
Director
Accounting Research Institute
Universiti Teknologi MARA
Shah Alam Malaysia

Runtdown

RUNDOWN

4 December 2018 (Tuesday)

TIME	AGENDA
7:00 - 8:30 am	Registration
8:30 - 9:00 am	Welcoming Address – Conference Chair <i>Dr. Gatot Trihargo, CFE</i> President ACFE Indonesia Chapter
9:00 - 10:00 am	Opening and Key Note Speech <i>Prof. Dr. Mardiasmo</i> Vice Minister of Finance – Republic Indonesia
10:00 - 10:30 am	Tea Break and Networking
10:30 - 12:00 am	PANEL I Theme : Anti Money Laundering : Current Initiatives and Regulation Speaker I <i>Prof. Dr. Normah Omar</i> Director, Accounting Research Institute Universiti Teknologi MARA Malaysia Speaker II <i>Heni Nugraheni</i> Head of APU PPT Group Indonesia Financial Services Authority Speaker III <i>Agustinus Nicholas L Tobing, CIA, CFE, CRMA, CCRP, BCCP, CA, Ak</i> Anti Money Laundering Practitioner Moderator: <i>Rudy Hartono, SE, MM, CFE, CCPS, OIA</i>
12:00 - 13:00 pm	Lunch
13:00 -15:00 pm	Concurrent Presentation 1
15:00 -15:30 pm	Tea Break and Networking
15:30 - 17:30 pm	Concurrent Presentation 2

5 December 2018 (Wednesday)

TIME	AGENDA
7:00 - 8:00 am	Registration
8:00 - 09:00 am	<p>Keynote II Theme: Development of Human Capital to Reduce Fraud and Corruption <i>Prof. Dr. Farid A. Sabhani</i> Professor, School of Business & Economics, United International University, Dhaka Visiting Professor, ARI-Universiti Teknologi Mara (UiTM), Malaysia</p>
09:00 - 10:15 am	<p>PANEL II Theme : Investigation of Fraud in Public Sector</p> <p>Speaker I <i>Dwi Sabardiana, SE, MA, CFra</i> (Head of Auditorat for Central Government Financial Investigation The Audit Board of The Republic of Indonesia)</p> <p>Speaker II <i>Amien Sunaryadi, Ak., MPA, CA</i> (Deputy Commissioner Corruption Eradication Commission 2003-2007; Chairman of Special Task Force for Upstream Oil and Gas Business Activities Republic Indonesia)</p> <p>Speaker III <i>Hendi Yogi Prabowo, MForAccy, PhD, CFra, CAMS</i> (Director Centre for Forensic Accounting Studies Islamic University of Indonesia)</p> <p>Moderator: <i>Meidjyah Indreswari, SE, Ak, MSc., PhD, CA, CCSA, CRMA, CPMA, CKM, CMM</i></p>
10:15 - 10:30 am	Tea Break and Networking

5 December 2018 (Wednesday)

TIME	AGENDA
10:30 - 12:00 am	<p>PANEL III Theme: Cyber-Financial Crimes and Cyber Security</p> <p>Speaker I: <i>Dr. Dian Ediana Roe</i> Vice Chairman Indonesian Financial Transaction Reports and Analysis Centre</p> <p>Speaker II: <i>Budi Santoso, SE, Ak., MForAccy, CA, CFE</i> Senior Director Kroll's Investigations and Disputes Singapore</p> <p>Speaker III: <i>Prof. Frank Yam, EMIL, FHKId, FHKCS, FFA, FIPA, FHKITIC, CISA, CIA, CFE, CFSA</i> Founder of ACFE Hong Kong; IIA Governor; Chairman and CEO of Focus Strategic Group, Inc.</p> <p>Moderator: Dr. Norazida Mohamed</p>
12:00 - 13:00 pm	Lunch and Networking
13:00 -15.00 pm	Concurrent Presentation
15:00 -15:30 pm	Tea Break and Networking
15:30 - 16:30 pm	<p>Plenary Theme: Report to The Nation 2018</p> <p>Speaker: <i>Hardini Lestiani Hernusa, SE, MSc, CFE, CA, Ak.</i> <i>Farahdina Al Anshori, CFE</i></p>
16:30 - 17:00 pm	Closing Remarks and Award Presentation
17:00 - 17:30 pm	Photo Session



Co Hosts:

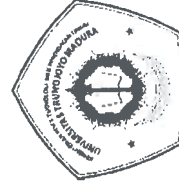


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Abstracts

IMPLEMENTATION OF ENTERPRISE RISK BUDGETING IN CASH FLOW BUDGET ON PLANTATION COMPANY (CASE STUDY OF PT. XYZ)

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ABSTRACT

Budget is an important component in the company because it functions as a planning and controlling tool. Accuracy in budgeting process is a critical point since it determines the company's strategic related to innovation and business development. Budget will be better and more accurate by bringing the risk management process into budgeting process. The purpose of this study is to provide guidance on how a company can bringing the risk management into the budgeting process. This research is a case study of the cash flow budgeting process in one of the plantation companies in Indonesia. This research conducted a field study at PT. XYZ to find the risk management process and budgeting process which is implemented in the company. Based on the results of the study, it is known that the process of preparing the company's budget has not accommodated risk factors so that the realization of the budget is always far from the target. Based on the Enterprise Risk Budgeting method, this research provides a reference for processes and procedures to improve the budgeting process at PT. XYZ. This procedures enable the company to bring their risk management into budgeting process and make their budget become more accurate.

POLICY OF THE FINANCIAL SERVICES AUTHORITY IN CONSUMER PROTECTION IN THE MIDDLE OF FINTECH GROWTH

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ABSTRACT

The growth of the fintech is a necessity as an effort to make financial services more practical and efficient. Meanwhile, consumers of financial services are still low in financial literacy, including in understanding the various consequences and risks that can occur in interacting with the fintech. Indonesia Financial Services Authority (FSA) is an independent body that responsible for realizing the protection of consumers of financial services from the phenomenon of the growth of the fintech industry. This article describes how FSA should regulates fintech that are actually useful and can encourage financial inclusion. Conversely, growing of fintech also has the potential to cause consumer losses if not properly regulated. Many aspects of fintech that should be regulated by FSA in protecting consumer will be analyzed so that consumer rights could be fulfilled. Method of the research done by conducting focus group discussion with financial service providers and in-depth interview towards FSA representatives. This research found that effectiveness of oversight to fintech by FSA might increase the role of fintech in raising financial inclusion as well as consumer protection. Besides, the role of FSA to increase financial literacy should be strengthened by involving other stakeholders.

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