

**THE EFFECT OF FRAUD HEXAGON THEORY
ON FRAUDULENT FINANCIAL STATEMENT
(Empirical Study on Mining Sector Companies Listed on the IDX
in 2016-2020)**



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Thesis Entitled

**THE EFFECT OF FRAUD HEXAGON THEORY ON FRAUDULENT
FINANCIAL STATEMENT**

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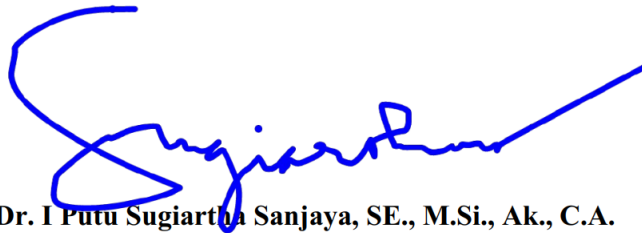
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Date 10 June, 2022



Letter of Statement

No. 671/J/I

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I hereby declare that the thesis with the title:

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Is really my own thinking and writing. I fully knowledge that my writings do not contain other or parts of others writing, except for those that have been cited and mentioned it in the references.

Yogyakarta, 15 June 2022



Bernadeta Ratri Dewi

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Bernadeta Ratri Dewi

Abstract

This study aims to provide empirical evidence about the effect of financial target, nature of industry, change in auditor, length of tenure of President Director, President Director's education level and political connections on fraudulent financial statement using the fraud hexagon theory approach. This study uses annual reports and financial statement as the secondary data from Indonesia Stock Exchange (IDX) and company official website. The object of this research is the mining sector companies in 2016-2020. Based on predetermined criteria, there are 38 companies with 190 samples used in this study. This study proves that financial target and nature of the industry have positive effect on fraudulent financial statements. Meanwhile, change in auditor, President Director's education level, length of tenure of President Director and political connection have no significant effect on fraudulent financial statements.

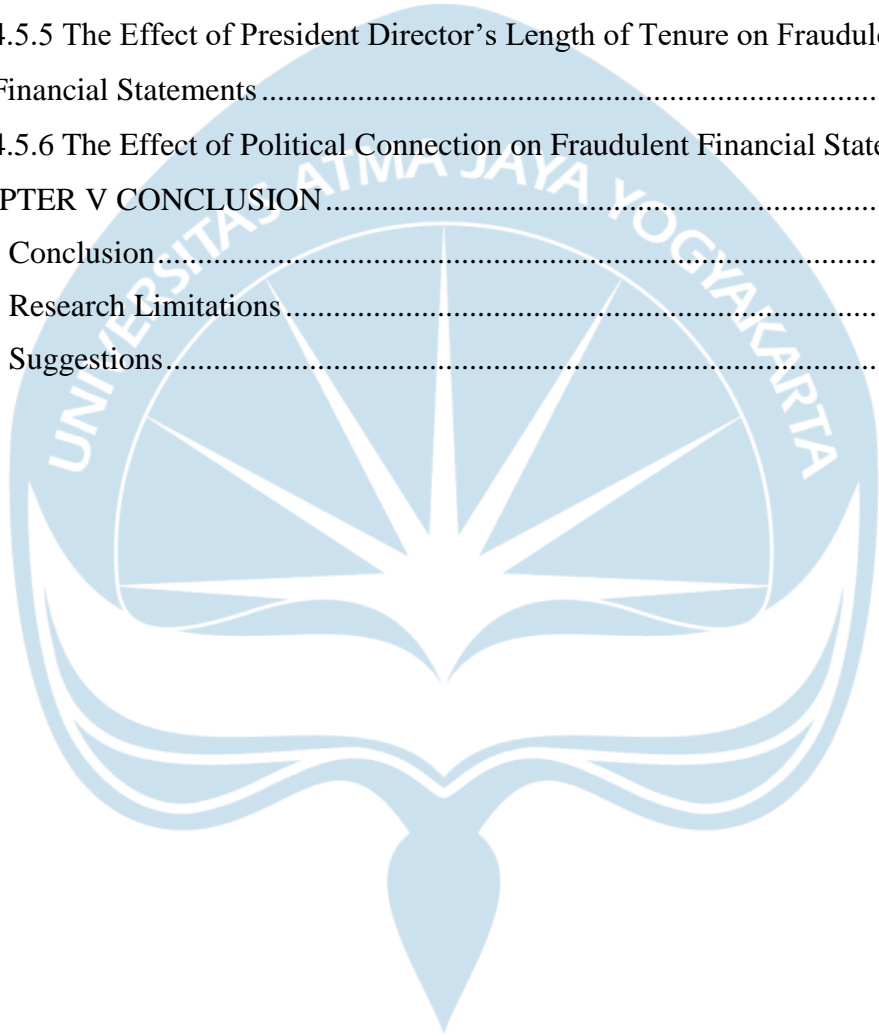
Keywords : Fraud Hexagon Theory, Financial Target, Nature of Industry, Auditor Change, President Director Education Level, Length of Tenure of President Director, Political Relations

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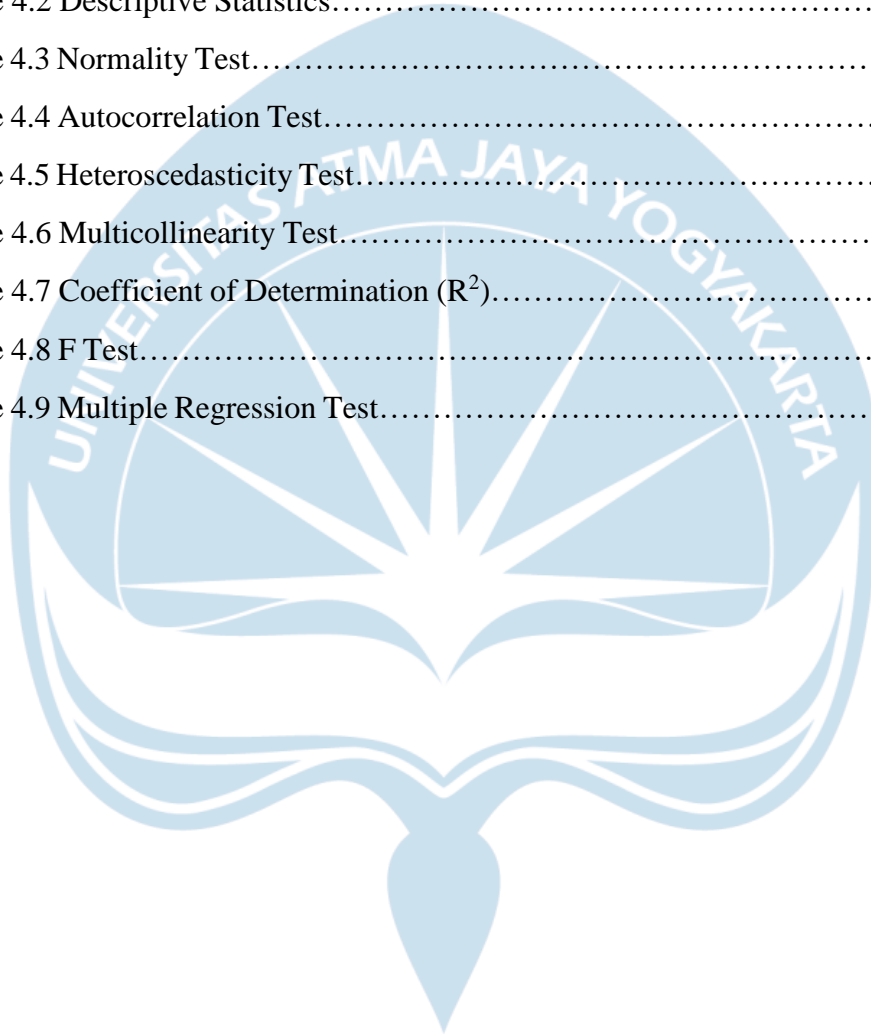
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