

ABSTRACT

This study aims to examine the effect of fraud diamonds proxied by financial stability, external pressure, financial targets, ineffective monitoring, nature of industry, change in auditors and change in directors on the detection of financial statement fraud with corporate governance as a moderating variable in listed manufacturing companies. on the Indonesia Stock Exchange (IDX) for the period 2018-2020.

The research population was 208 companies, using purposive sampling method, obtained a sample of 59 companies. The analysis technique in this study uses quantitative research methods.

The results showed that the variables that affect the detection of financial statement fraud are financial stability, external pressure and change in director. While the financial target variables, ineffective monitoring, nature of industry and change in auditors have no effect. Good corporate governance as a moderating variable is able to moderate the influence of Financial Stability, External Pressure, Nature of Industry, change of director on financial statement fraud but is unable to moderate the effect of Financial Target, ineffective monitoring, and change in auditor on Financial Statement Fraud.

Keywords : Fraud Diamond, Financial Stability, Financial Target, Ineffective Monitoring, Nature of Industry, Change in Auditor, Change in Director, Pendeteksian Financial Statement Fraud, Good Corporate Governance.