

ABSTRACT

This study aims to determine the effect of diamond fraud on financial statement fraud with owner supervision as a moderating variable in BUMN listed on the Indonesia Stock Exchange in 2012 – 2012. The data used in this study is secondary data. The method in selecting the sample is purposive sampling. The number of sample in this study was 136 BUMN. Hypothesis testing in this study is multiple linear regression analysis and moderating analysis using software processing and statistical product and service Solution (SPSS) version 25 for windows. The results of this study indicate that Nature of Industry, Monitoring effectiveness, and Director change has a not effect on detecting financial statement fraud while financial stability, financial target, External pressure, financial distress, dan auditor change have effect on financial statement fraud. in addition, the owner's supervision cannot moderate the effect financial stability, external pressure, nature of industry, monitoring effectiveness on financial statement fraud. but the owner's supervision can moderate the effect *financial target, financial distress, director change* on financial statement fraud.

Keyword: fraud diamond, financial statement fraud, owner supervision