

## **ABSTRACT**

*This study aims to obtain empirical evidence and analyze the effect of corporate governance mechanisms on likelihood of fraudulent financial reporting. The dependent variable used in this study is fraudulent financial reporting. Meanwhile, the independent variable used in this study is the corporate governance mechanism which consists of the size of the board of commissioners, the composition of the independent board of commissioners, board members with international experience, the effectiveness of the audit committee and the quality of the external auditors.*

*The population in this study consists of BUMN companies listed on the Indonesian Stock Exchange during 2017-2021. The sampling method used is purposive sampling. The number of samples in this study were 80 companies. Data analysis was performed with descriptive statistical analysis and hypothesis testing with panel data logistic regression analysis.*

*The results of the study show that the composition of the independent board of commissioners and the quality of the external auditors have a significant negative effect on fraudulent financial reporting. However, the total size of the board of commissioners, board members with international experience and the effectiveness of the audit committee have no significant effect on fraudulent financial reporting.*

*Keyword: fraudulent financial reporting, corporate governance, board size, composition of independent commissioners, board members with international experience, audit committee and quality of external auditors.*