

ABSTRACT

This research aims to analyse the influence of independent board of commissioners, board size, gender diversity of board of commissioners, and financial competence of board of commissioners on the mitigation of financial reporting fraud, with political connections as a moderating variable in 27 state-owned enterprises (SOEs) listed on the Indonesia Stock Exchange during 2018-2023. A total of 119 observations were available for analysis. The analytical tools used were logistic regression and MRA (Moderated Regression Analysis). The research findings indicate that gender diversity and financial competence of the board of commissioners have a negative effect on financial statement fraud. Independent board of commissioners and board size do not have a negative effect. The moderating effect of political connections only strengthens the influence of gender diversity on fraud, while the interaction of political connections with other board characteristics is not significant.

Keywords: Board of Commissioners, Political Connections, Financial Statement Fraud, State-Owned Enterprises

