

ABSTRACT

Financial statements are a source of information from the company's performance for a full year presented to internal and external parties of the company as a center of accountability. Sound financial statements are the main objectives that companies want to achieve, therefore managers will do everything possible to achieve those goals. It can trigger fraud by manipulating financial statements, thus showing healthy financial statements for its users. This research was conducted to find out how the influence between pressure, opportunity and rationalization of financial report fraud on manufacturing sector companies listed on the Indonesia Stock Exchange in 2016-2019.

The method in this study uses quantitative method. Sampling techniques in this study using purposive sampling techniques that obtained 158 research samples with an observation period of 5 years, so that 638 sample units were obtained. The data analysis method used in this study is Artificial Neural Network analysis using IBM SPSS 25 software. Prediction results using ANN reached an accuracy rate of 73.1%. pressure actors projected with financial stability (SALTA), opportunity actors projected with nature of industry (RECEIVABLE), inventory to sales ratio (INVSL) and gross profit to total assets (GPA) and rationalization factors projected with firm liquidity (WCTA) has a significant effect on financial statement fraud.

Keywords: artificial neural network, financial report cheating, pressure, opportunity, rationalization