

TABLE OF CONTENT

THESIS	i
THESIS APPROVAL	iii
THESIS DEFENSE COMMITTEE	iv
ABSTRACT	v
ABSTRAK	vi
ACKNOWLEDGMENT	vii
TABLE OF CONTENT	x
TABLE OF FIGURES	xiii
LIST OF TABLES	xiv
CHAPTER I INTRODUCTION	1
1.1 Background	1
1.2 Research Problem	4
1.3 Research Objective	4
1.4 Significant of the Study	4
1.5 Scope of Study	5
1.6 Systematic Discussion	6
CHAPTER II THEORITICAL FRAMEWORK	8
2.1 Grand Theory	8
2.1.1 Agency Theory	8
2.1.2 Signaling Theory	9
2.1.3 Financial Statement	10
2.1.4 Fraud Triangle	11
2.1.5 Gender role on Chief Executive Officer and expertise	13
2.1.6 Political Connection	14
2.1.7 Audit Quality	15
2.2 Previous Study	15
2.3 Conceptual Framework	18

2.4 Hypothesis Development	20
CHAPTER III METHODOLOGY	24
3.1 Population and Sample.....	24
3.2 Empirical Model.....	25
3.3 Operation Variable Definition.....	26
3.3.1 Fraudulent Financial Reporting.....	26
3.3.2 Political Connection	28
3.3.3 Financial Expertise and Gender	29
3.3.4 Audit Quality.....	31
3.3.5 Dual Function on Board.....	31
3.3.6 Company Size	32
3.3.7 Return of Assets	32
3.4 Method of Data Analysis	32
3.4.1 Descriptive Statistics	33
3.4.2 Multiple Regression	33
3.4.3 Test of Classical Assumption.....	35
CHAPTER 4 RESULT AND DISCUSSION	37
4.1 Overview of Research Data (Observations).....	37
4.2 Descriptive Statistics.....	38
4.3 Test of Classical Assumption.....	39
4.3.1 Normality	39
4.3.2 Multicollinearities	40
4.3.3 Heteroskedasticities.....	42
4.4 Multiple Regression	42
4.4.1 Model Summary.....	42
4.4.2 ANOVA	43
4.4.3 Output Coefficient.....	44
4.5 Analysis of Regression.....	46
CHAPTER 5 CONCLUSION.....	49
5.1 Conclusion	49

5.2 Implication of Studies	50
5.3 Scope of Limitation.....	51
5.3 Recommendation.....	51
REFERENCE	53
APPENDIX A	58



TABLE OF FIGURES

Figure 1 : Fraud Triangle	11
Figure 2 : Conceptual Framework.....	19



LIST OF TABLES

Table 1 : Previous Study	16
Table 2 : Overview of Research Data	37
Table 3 : Descriptive Statistics.....	38
Table 4 : Normality	40
Table 5 : Multicollinearities	40
Table 6 : Heteroskedasticities	42
Table 7 : Model Summary.....	43
Table 8 : ANOVA (F-TEST)	44
Table 9 : Robust Regression	45
Table 10: t-test.....	45
Table 11 : Correlation	46
Table 12 : Appendix I	61