

Detecting Analysis Fraud That Occurs In The Financial Statements Of Pharmaceutical Companies In A Retur Study

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Abstract

Pharmaceutical companies are one of the largest companies in the country that are trusted by the public engaged in medicines . One of the ways to see its performance is to look at the condition of the company . but inside In practice , pharmaceutical financial reports have experienced financial problems and sales of health products. This study discusses detecting Fraud that occurred on Financial Statements in pharmaceutical companies . The research method uses qualitative methods. The method of collecting data is by studying repetition, namely by searching for articles, notes, letters, reading books, studying, digesting, and analyzing, as well as journals and the results of previous research related to D ecthesis Fraud that occurs on Financial Statements in pharmaceutical companies , then displayed and published in a theoretical framework. The results of the research conducted, it turns out that there has been a misstatement in the presentation of financial statements and problems selling health goods products to the public. This will have an impact on the presentation of financial statements, because there is an element of fraud that occurs.

Keywords : Fraud, financial reports, pharmaceutical companies

Introductions

Maximum profit is one of the goals of an Entity. Business Entities must be supported by a good accounting information system so that the reports presented are not biased towards the validity of the financial statements. From these financial reports we can understand the condition of the company, make a decision and as management accountability to the company to shareholders (Nurhayati et al., 2022). But inside In practice , financial reports are always the case for fraud or fraud that has occurred to date in general. To minimize the existence of a fraud, the company must be done Examination of existing financial reports. According to Sihombing, et al (2014) said in do manipulation , modebreast surgery from follow fraud report financial statements is to present the company's assets and earnings to be higher or lower than they really are, a signal to make a choice. So that interested parties in these financial statements can be used as a decision for the goals of an entity, one of which is maximum profit (Fahmi et al., 2022). There have been many cases of fraudulent financial reports in companies, Jakarta , Kompas.com (2021) said PT Kimia Farma (Persero) Financial Performance of Kimia Farma , a Stumbling SOE Cases of Used Antigens . The antigen service is carried out by Kimia Farma Laboratory employees in Medan. They cleaned the used antigen kits, then repackaged them to be used again by prospective airplane passengers.

The case that occurred at the Kimia Farma company in 2001, (Davidparsaoran.wordpress.com) said that there was engineering in the presentation of financial statements by increasing its net profit Many Fraud that has occurred to date in the company. Therefore, it is very necessary for a Forensic Audit in solving problems that arise in the company. Action to make u home finance reports made by the company often calledas fraud and practice fraud finance reporting more known as fraud finance reporting .

If discuss about theory which related with fraud, there is a number of theory whichrelated . Namely fraud diamond theory . Fraud Diamond Theory put forward by Wolfe & Hermanson (2004). Theory this is form development from theory

fraud triangle which put forward by Cressey (1953). In in fraud triangle there is three factor which could influence fraud , that is pressure, opportunity, and rationalization.

Cheating can detected with use fraud diamond theory , which is form repair from fraud triangle with add one element that is ability. Fourth factor this is element from theory diamonds. Wolfe & Hermanson (2004) add one factor again which could influence exists fraud, ie factor ability, so that Becomes four factor. From the problem lies in the facts above, will Becomes interesting for know why the occurrence of fraud in pharmaceutical companies

Literature Review

Financial Statements

Financial statements are accounting information needed by stakeholders , both internal and external to the company (Eka et al., 2022). According to Abdullah, et al (2022) financial reports are reports that describe the responsibility of a company or manager with their owners or other parties that provide good information about assets, liabilities, equity, income and expenses that are useful for making a decision. Financial statements based on IFRS SAK consist of a statement of financial position, a profit and loss report Conference , Cash Flow reports and notes to Financial Statements . According to SAK ETAP, financial statements consist of a balance sheet, profit and loss report, cash flow report and notes to financial statements .

Fraud

Fraud is an intentional act to commit fraud to steal other people's goods. This is appropriate Ares , Alvin, et al. (2014) Said understanding regarding fraud as cheating, that is effort fraud which intentional , which intended for take treasure people other or party. In context audits report finance, fraud is wrong serve report finance which intentional

Financial Statement Fraud

According to Arens et al. (2015) said auditing & Service assurance Volume 1” fraud report finance is wrong serve or waiver total or intentional disclosure _ with meaning deceive users _ report finance it . Part big case involve wrong serve total which intentional good with method Settings profit nor alignment profit .

Theory Fraud Trangle

According to Cressey (1953) there are 3 factors that cause fraut, namely pressure , opportunity, and rationalization. Taunakotta (2016) says Priantara push somebody for fraud, Among other:



Figure 1. Fraud Triangle

There are three factors affect fraud , namely:

1. Pressure, is the existence of a pressure that results in fraud
2. Perceived opportunity, that is exists opportunity opportunity for do fraud
3. Rationalization, namely the pretext to make excuses for committing acts of fraud

Theory Fraud Diamond

Wolfe & Hermanson(2004) said that there are three factors that influence fraud , namely :

1. Pressure, is the existence of a pressure that results in fraud
2. Perceived opportunity, that is exists opportunity opportunity for do fraud
3. Rationalization, ie pretext for pretext to commit fraudulent acts
4. Ability, namely the position or power possessed makes fraud occur

Research Methods

Method study use method Qualitative. The method of collecting data with regular studies is the method looking for articles, notes, literature, reading books, studying, digesting, and analyzing, and journal nor results study earlier which concerned or related with problem (Nurhayati., 2022) Discussion on Detecting Fraud that occurs in the Financial Statements of Pharmaceutical Companies. Data collection techniques in research library. The research object detects Fraud that occurs in the Financial Statements of Pharmaceutical Companies

Results and Discussion

Results

In an entity there is always fraud that occurs, the case that occurs from this research is in the pharmaceutical department, that PT Kimia Farma (Persero) has problems regarding financial performance. this entity commits fraud by selling Antigen medical devices that have been used by consumers and then resold. Employees of the entity's Laboratory section that occur in the city of Medan by washing back used Antigen devices and then repackaging them for sale to consumers of airline fleet passengers.

The impact of this fraud when viewed from a financial perspective, if viewed from the IDX, that from the results sale this. The corporate entity obtains profit for the year that is given to the parent company of Rp. 17.63 billion in 2020. Even though from the previous year the company suffered a loss of 12.72 billion. Corporate entities have increased compared to the previous year.

The case also occurred. The case that occurred at the Kimia Farma company in 2001, (Davidparsaoran.wordpress.com) said that there was engineering in the presentation of financial statements by increasing its net profit . Pharmaceutical financial report dated 31 December 2001 from the results of the Hans Public Accounting Firm's audit report Tuanakota said the entity's net profit was 132 billion, but the Ministry of State-Owned Enterprises and Bapepam did not accept or believe the results of the audit report. Because the profits are very large as there is engineering in the financial statements. the minister and bapepam asked for financial reports to be examined again. On October 3, after being re-audited, it turned out that the profit earned was only 99.56 billion. The difference is 32.6 billion after being checked again.

Discussion

Fraud can occur anywhere , according to existing theory there are 4 causes for fraud , namely Pressure, Perceived, Rationalization and Capability. Employees will commit fraud due to the pressure factor. That is the pressure from the economic factors of employees, outsiders and inside the company and others. Opportunity factor , is a very big opportunity in committing fraud, this is due to the existence of an organizational structure, supervision from a weak company makes it easy for people to steal company assets. Power factor , power by a leader will cause someone to commit fraud and theft of company assets. The pretext factor, even someone who commits the fraud makes excuses to cover up his actions. In the pharmaceutical company, which we can see from the examples of cases that existed at that time, the company committed fraud by beautifying its existing financial reports. in order to increase net profit. Even if it's been audited.

We can also see examples, namely fraudulent incidents carried out by reselling used Antigen stocks to consumers who need them and people assuming that the goods are new, even though the Antigens are already used goods. Inventory of merchandise in pharmaceuticals is one of the factors in the occurrence of business transactions to create fraud, which is due to the opportunity to commit fraud.

According to Harapan (2018), auditors must apply an attitude of professionalism and implement auditing standards and a code of ethics in order to find out about fraud that has occurred. This is in line with Ridho Gilang sister , et al (2019) said that auditor ethics have an influence on fraud . This is because the auditor must be independent, work according to existing standards and can be trusted by all groups, both the public and the wider community. If a company is subjected to a forensic audit examination, fraud will not be found if it is carried out in congregation or in other words, if the top management down to the lowest level employees work together for corruption, there will be no findings of the fraud .

Conclusion

1. Fraud is an act of committing fraud, by stealing property or assets of an entity or individual. The way he does this is by making financial statements that are misstated or engineered to benefit the perpetrators of crime
2. The factors that influence fraud are Pressure , Perceived , Rationalization and Capability .

3. In pharmaceutical companies there is fraud (cheating) that occurs in the sale of ex-antigen to the public and there has been a Windo incident dressing
4. Fraud will be difficult to uncover if fraud is carried out together in a company

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