

Transaction Audit

The Challenge

Many financial institutions undertake transactional audits to correct and eliminate what are incorrect or missing information and to also ensure that the company is not practicing any deception. **Transactional audits are challenging due to deficient internal controls, use of inexperienced auditors to do the bulk of the audit, a focus on only larger transactions, or selection of sample data to test the transactions.** All these challenges often come in the way of conducting effective transactional audits.

A multi-crore bank with close to 600 branches across India partnered with Centillion to audit all of their daily transactions across all their branches.

C-SPEED Solution

Centillion developed a dynamic risk-based plan by assessing changing levels of risk on an ongoing basis. Centillion also assessed the levels of compliance by performing detailed testing of controls, while supporting the scope and objectives of these transaction audits. **Centillion's Transaction Monitoring System (TMS) provided an Intranet- based solution to keep track of the transaction audit, the identified errors, and the reverts done with client for closure of error in database, from which users could spool MIS reports to publish to client.**

The Benefits

Centillion's transaction audit helped the client to

- Carry out transaction audit by well-trained audit teams with a good understanding of the nature of the transactions being performed as well as key business information systems
- Save several crores of rupees by identifying wrong accounts/amounts credited and debited, and multiple erroneous transactions performed with single cheque/voucher by a staff
- Check potential fraud, waste, and abuse by identifying fraud risks
- Online resolution and rectification of errors observed while auditing
- Follow up with the bank's branch for closure of errors
- Real time MIS and dashboards and customized reports to required stakeholders on business done