

# Managing the Business Risk of Fraud

Level CPA Final Subject Code FD302 Exam Marks 100

Assessment Level: Advanced/Conceptual/Practical/Expert/Professional

## Assessment Strategy

Section A: MCQ's 10(15Marks) Competency Questions 20 (30Marks) Case Studies/Scenario base Question 1 (15Marks)  
 Section B: MCQ's 10(15Marks) Competency Questions 20 (30Marks) Case Studies/Scenario base Question 1(15Marks)

## Syllabus

Section	Lead Topics	Indicative Syllabus
Section A: 50%	Fraud Risk Assessment	What is Fraud Risk? Consideration for Developing an Effective Fraud Risk Assessment, Executing the Fraud Risk Assessment, Assess the likelihood of Occurrence of the Identified Risks, Evaluate which people and department are most likely to commit fraud, Fraud Risk Index, Responding to residual fraud Risks, Reporting the results of the fraud risk assessment, Fraud Risk Assessment and the audit process, Fraud Risk Assessment tools
	Fraud Prevention	Responsibility for fraud prevention, Implementing a Corporate Compliance Program, Audit Committees, Due diligence in Hiring, Training Employees, Periodic Assessment, Procedures to prevent fraud, Fraud Prevention policy, Ethics Program,
	Fraud Investigation and Corrective Action	Investigative Process, Analyzing Documents, Interview theory and application, Covert examination, Sources of Information, Accessing information online, Data analysis and reporting tools,
	Typical Types of Fraud and Their Tests	Fictitious vendors, Altered Invoices, Fixed Bidding, Goods not received, Duplicate Invoices, and .....
	Red Flags of Fraud	Cheque Fraud, Credit Card Fraud, Internet Fraud, Cyber Fraud, Transactions Fraud, Insurance fraud, Property fraud, Purchases fraud, Sales Fraud
	Computer Seizure	Privacy Issues Regarding Computer Seizure without a Warrant

Section	Lead Topics	Indicative Syllabus
Section B: 50%	Forensic Analytics	<p>Forensic Analytics</p> <ul style="list-style-type: none"> <li>Using Access in Forensic Investigations</li> <li>Using Excel in Forensic Investigations</li> <li>Using PowerPoint in Forensic Investigations</li> <li>High-level data overview tests</li> <li>Bedford's Law</li> <li>Testing the Internal Diagnostics of current period and prior period data</li> <li>Identifying Fraud using the largest subsets</li> <li>Identifying anomalies using the relative size factor cost</li> <li>Identifying fraud using abnormal duplications</li> <li>Identifying fraud using Correlation</li> <li>Identifying fraud using time series analysis</li> <li>Fraud Risk assessment of forensic units</li> <li>The detection of Financial Statement fraud</li> </ul>