Introduction.

1. The World of Fraud.

Who Commits Fraud and Why?

Fraud Prevention and Detection.

Notes.

2. Fraud Combatants.


Auditor Responsibilities to Detect Fraud.

Financial Statement Audit versus Fraud Investigation.

Fraud Guidance.

Audit Deficiencies and Audit Failures.

The New World.

Recommended Reading.

Notes.


Audit Committee.

Code of Ethics.

Internal Controls.

Internal Audit.

Common Problems.

Note.

4. Proactive Fraud Investigations: An Introduction.

Fraud Investigations Defined.

Three Objectives of Fraud Investigations.

Proactive Fraud Investigations.

Advice for Inexperienced Fraud Investigators.
5. Proactive Fraud Investigations: Conducting the Investigation.

Art of Fishing.

How Proactive Fraud Investigators Think and Work.

Beginning the Investigation.

Selecting a Fraud Type.

Fraud Investigation Procedure.

Summary.

Notes.

6. Elementary Fraud Types.

Three Elementary Fraud Types: Definitions.

Duplicate Payment Fraud.

Multiple Payee Fraud.

Shell Fraud.

Notes.

7. Fraud Defectives.

Defective Delivery Fraud.

Defective Shipment Fraud.

Defective Pricing Fraud.

Summary.

Notes.


Definition.

Obtaining the Contract.

Contract Change Orders.

Unbalanced Bidding.

Detection Recommendations.
Rotation Fraud.

Note.


Accounting Ethical Standards.

Consequences of Unethical Behaviour.

Codes of Conduct.

Notes.

10. Evidence.

Indicative Evidence.

Validating Evidence.

Notes.

11. Symptomatic Fraud Investigation.

Symptoms of Fraud.

Variations in Actual versus Planned Cost.

‘Should Cost’ Approach.

Employee Lifestyle Changes.

Notes.

12. Fraud Investigation Alternatives.

Monitoring Known or Suspected Fraud.

Monitoring Operational Areas at Risk of Fraud.

Fraud Investigations and Internal Control.

Note.

APPENDIX A: Anatomy of a Corporate Fraud.

APPENDIX B: Symptomatic Fraud Investigation Case Study.

APPENDIX C: Fraud-Specific Contract Review Case Study.

APPENDIX D: World Top Corporation Case Study.

Glossary., Index.