1. BFN417
1.1. BFN 417:BANK AUDIT & INSPECTION 2 UNITS

An overview of bank audit: definition and nature of audit, audit function, attribute and ethical principles of the auditor, risk associated with computer operation and how to minimize such risk. The legal framework of audit and inspection: constraint and problems, the role and responsibilities of external auditors, the role and responsibilities of internal auditor. Comprehensive inspection procedure of special item: Cash, waste, loan, overdraft, clearing, current/savings account, fixed/time deposit, personal account, general ledger account, foreign exchange, transfer and remittances, Bills for collection, suspense account etc. Inspection: The place of inspection in the organizational framework of banks, organogram of inspection division, philosophy of branch inspection, advantages of branch inspection, types of inspection. Branch inspection: Preparing for branch inspection and inspection activities at the branch, audit program and engagement letter, branch records and there relevance. Core inspection: Mid-stream, wrap-up activities, performance ratings and inspection report. Special area in Banks inspection: Prudential guideline for lost and doubtful debt provision and money laundering. Investigation: Frauds and nature, sources of frauds, techniques use in branch inspection, the inspector in a mechanized environment.