



ORGANIZATION OF BANK AUDIT BASED ON INTERNATIONAL AUDIT STANDARDS

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Annotation. This thesis explores the organization of bank audits in alignment with International Audit Standards (IAS). It highlights the critical role of effective audits in ensuring transparency, reliability, and compliance in the financial operations of banks. The study evaluates the existing methodologies and practices for auditing in the banking sector, identifying their strengths and limitations.

A significant focus of the research is on adapting and implementing IAS principles to enhance the efficiency and reliability of bank audits. The thesis examines the theoretical framework of IAS, their application in various banking contexts, and their relevance in addressing risks, fraud detection, and financial irregularities.

Keywords: Bank audit, International Audit Standards (IAS), financial transparency, risk management, fraud detection, compliance, audit methodologies, banking sector, regulatory frameworks, auditor qualifications, data analytics, advanced audit technologies, financial stability.

The globalization of financial systems has underscored the importance of adopting standardized practices in auditing to ensure transparency, accountability, and trust within the banking sector. Bank audits play a pivotal role in verifying financial integrity, assessing risks, and ensuring compliance with regulations. This thesis explores the organization of bank audits in accordance with International Audit Standards (IAS) to address emerging challenges and improve audit effectiveness.

Theoretical Framework of Bank Audits and International Audit Standards

Definition and Importance of Bank Audits Bank audits are systematic examinations of a bank's financial records, internal controls, and compliance with regulatory requirements. They ensure the accuracy of financial statements, detect fraud, and strengthen stakeholder confidence.

Overview of International Audit Standards (IAS) IAS, developed by the International Auditing and Assurance Standards Board (IAASB), provide globally recognized guidelines for conducting audits. They aim to unify audit practices, promote consistency, and enhance audit quality across jurisdictions.



Key Principles of IASIAS emphasize risk-based auditing, professional skepticism, materiality, and transparency. These principles are crucial for identifying misstatements, mitigating risks, and ensuring the reliability of financial reports.

Current Practices and Challenges in Bank Audits

Existing Bank Audit PracticesBanks typically follow national audit standards, which may vary significantly across countries. Traditional methods often rely on manual processes and lack integration with international frameworks.

Challenges in Bank Audits

Inconsistent audit standards leading to discrepancies in audit quality. Rapidly evolving financial instruments and technologies increasing audit complexity. Limited expertise in advanced risk assessment techniques.

Role of Technology in Enhancing IAS-Based Bank Audits

Integration of Data AnalyticsData analytics enables auditors to process large volumes of financial data, identify anomalies, and perform real-time risk assessments. Artificial Intelligence and AutomationAI-powered tools facilitate predictive analysis, fraud detection, and compliance monitoring, reducing reliance on manual audit procedures. Cybersecurity AuditsWith increasing reliance on digital banking, cybersecurity audits are critical to safeguarding financial systems and ensuring data integrity.

Recommendations for Effective IAS-Based Bank Audits

Regulatory Support and Policy ReformsGovernments and regulatory bodies must create conducive environments for IAS adoption through updated policies and support mechanisms.

The organization of bank audits based on International Audit Standards is essential for achieving transparency, reliability, and trust in the banking sector. By adopting IAS, banks can enhance their audit quality, mitigate risks, and comply with global regulations. Leveraging technology and fostering collaboration are critical to the successful implementation of IAS-based audits. This thesis contributes to the discourse on improving bank audits and offers a roadmap for transitioning to globally recognized standards.

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