

THE RELIABILITY OF INTERNAL CONTROL SYSTEMS OF BANKING INDUSTRY

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ABSTRACT

Internal control system is a virtual component in the banking industry, as it covers the whole operations of the banks, helps to ensure that the goals and objectives of a banking organization will be met. It also helps to detect and prevent fraud and errors.

The report, which examines the internal controls in 3 specific areas, namely loans, overdrafts and cheque fraud, seeks to provide the readers with better understanding on the reliability of internal controls in banking industry.

It is hoped that with a reliable and sound internal controls, the banks can be free from the threat of fraud, in addition people will have more faith in the banking industry to make their investments.