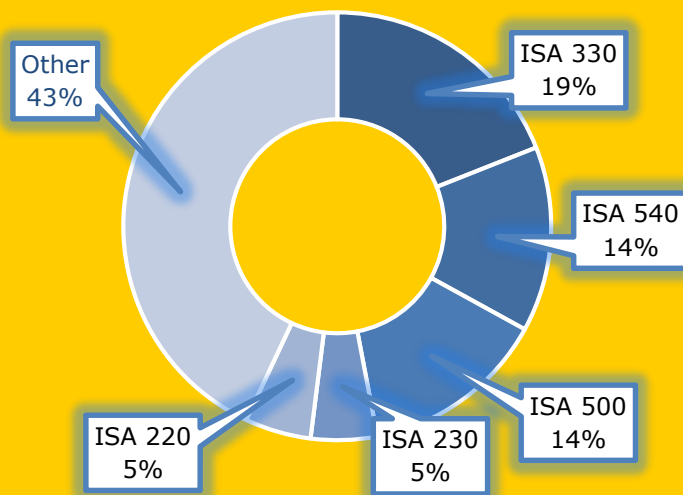




# Inspection Findings: Banking Industry

## Most common types of findings



### Analysis results

# Findings	140
# Jurisdictions	14
# Networks	7

Most affected FS line items	Loans	Financial assets
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Based on inspection findings between 2014 and 2018.

## Examples of inspection findings

- + For individual impairment on specific loans, reliance on cash flow forecasts prepared by management without challenging or performing sufficient audit procedures to test these key assumptions and conclusions.
- + Failure to perform appropriate audit procedures on the portfolio loan loss provision.
- + No audit evidence obtained regarding completeness, accuracy and valuation of significant financial assets.
- + Significant variance between two valuations provided for the same asset not challenged by the auditor.

**“Professional skepticism and expertise are key to audits in the banking industry. Training and tailored guidance by the audit firms are recommended to improve audit quality of bank audits.”**

