

FRAUD

The Unmanaged Risk



INDIAFORENSIC

Soft Solutions to Fraud Problems

Synopsis of Our Services



CONTENTS

FOREWARD.....	1
WHAT WE DO ?	2
WHAT SETS US APART ?.....	3
AUTHOR PROFILE	4
INVESTIGATED CASES.....	5
OUR EXPERIENCE	6
PERFORMANCE	7



FOREWARD



We believe that only 25% of the total population is bad. If we can keep these 25% away from the lucrative areas offering opportunities to commit the frauds, the percentage of frauds could be reduced significantly.

Education is the most effective solution to combat the frauds.

Fraud is very similar to the popular game of Chess. It is a battle between two- the rule Makers and the Rule Breakers. Whosoever anticipates the moves of the opponent wins the battle. Our education is a catalyst, which helps the rule makers to think ahead of the rule breakers. It helps to scientifically anticipate the moves of the opponent.

- World's Third professional Body to tackle the issue of White collared Crimes.
- India's First Organized effort to combat the frauds through education.
- Publishers of India's first niche magazine on frauds - **White Crimes.**





WHAT WE DO?



Indiaforensic is the not for profit community promoted by Chartered Accountant Mayur S. Joshi. Indiaforensic is India’s first organized effort to combat the white collared crime called Fraud. The Indiaforensic community basically works in the four core areas. Cyber Frauds, Bank Frauds, Money Laundering and Occupational Frauds.

As the premier provider of anti-fraud resources in India, Indiaforensic research informs and supports those engaged in fighting fraud across the country.

Indiaforensic is the leading content provider of the courses on Forensic Accounting.

Cyber Frauds	Occupational Frauds
Money Laundering	Bank Frauds

RESEARCH

Indiaforensic believes in innovations. Research into the areas of forensic accounting is the core competency of the Indiaforensic. The pool of experts available with the Indiaforensic is the strong. The research papers are published under the section white papers

INFORM

The Indiaforensic asserts its dedication to the anti-fraud profession by providing timely high-tech educational resources to accountants, auditors and the investigators around the country. The information is circulated through the yahoogroup of the community as of date.

SUPPORT

The Indiaforensic offers its members an opportunity for professional education, so they can further enhance their capabilities and position themselves as leaders in the anti-fraud community.



WHAT SETS US APART

RESOURCES

- Focused website dealing in only four aspects Cyber Frauds, Money Laundering, Occupational Frauds, Frauds peculiar to the Bank's transactions
- Number of White Papers on the various aspects of Operational risk stated in BASEL-II
- India's only web resource identifying the Cyber Frauds classification
- Well developed software for educating the students across the country
- A simple and Exhaustive lexicon explaining the various terminologies involved in the Frauds
- Various articles in the local Newspapers
- Extensive power point presentations on the various issues such as co-operative bank frauds, Money Laundering, Financial statement Frauds, RBI circulars on Frauds etc. as per the Indian Standards



EXPERTISE

- A widely recognized book on occupational Frauds and Money Laundering
- In-depth guide on Money Laundering
- Identification of red Alerts
- Design the Work Programs
- Drafting of The Anti-money laundering Policy

COLLABORATIONS

- For providing the customized courses on Forensic accounting in Banks we have tied up with Vaikunth Mehta National Institute of Co-operative Management
- Tie ups with very renowned Individuals for writing the white papers for our web site.
- Parentage from the thirty years old Public Accounting Firm
- Corporate Sister is a Incubatee of IIM-Ahmedabad



AUTHOR PROFILE



EDUCATIONAL QUALIFICATIONS

- Chartered Accountant
- Grad. Certified Fraud Examiner
- Oracle 11i Certified Professional
- Java Certification
- Author of the Book - "Occupational Frauds and Money Laundering"
- Moderator of the yahoo group- indiaforensic@yahoogroups.com
- Director- Kassia Finance
- Director (Finance)- Kassia Biotechnology
- Presented papers on Frauds at VAMNICOM on Money Laundering and Co-operative Bank Frauds

MEDIA COVERAGE

- [News in Times of India - 18th August](#)
- [Coverage in Business Standard](#)
- [Official Website of IIMA](#)
- [News in Times of India - 9th August](#)

ARTICLES PUBLISHED

- [Bank frauds in India](#)
- [About cyber wars](#)
- [Computer Virus](#)
- [Fake Currency](#)
- [Frauds in Universities](#)

INVESTIGATED CASES

DEPOSIT MOBILISATION

Leading University in country was the victim of this fraud. The CFO sought the commission for mobilization of the huge deposits of the university to a Co-operative bank. As per the co-operative banking policies the rate of interest was improved for the non-institutional long term deposit. This additional interest was however not passed on to the university. Rather the CFO was obliged in cash sums. To adjust the commissions F.D receipts were tampered.

In this case we gathered the information through informal channels and the backward calculations in Excel sheet helped to resolve the case.



OTHER CASES RESOLVED

- Benami transactions case in a co-operative bank
- Money Laundering Investigations for intelligence agency in India
- Flying bills of exchange involving the branch manager of the nationalized Bank
- Material Movement Fraud where the material went out of the gate and returned back without processing.



OUR EXPERIENCE



PREVENTION BETTER THAN CURE

Costs of curing the frauds are too high. All the major surveys in the world have pointed out these costs to be 6% of the revenues. However preventive measures don't go beyond 0.06% of the revenues

INSIDERS CAUSE HUGE DAMAGES

According to different estimates the employees commit 75-85% of the frauds. The collapses of co-operative banking sector in India are the greatest example of the dirty works of the managements.

IT HAPPENS TO EVERY ONE

No organisation is spared from the frauds, strengthening the internal control works but not always.

BOTTOMLINE OF RISK IS FRAUD

Risk management is the roaring profession due to the BASEL-II accord and the Sarbanes Oxley Act but the bottom line of both these regulations is Fraud.

STATISTICS

E & Y study says that the 20% of the organizations worldwide have started using Forensic Accountants

Forensic Accounting Profession is the hottest career opportunity as per "The Accountants"

Association of Certified Fraud Examiners grew terrifically after 11/9



PERFORMANCE



BOOK ON FRAUDS

- ⇒ India's very few resources on frauds. India's leading Publishers "SNOWHITE" have published this Book.
- ⇒ Critical Analysis of the real life cases like Ketan Parekh or Abdul Karim Telgi.
- ⇒ Some hi tech tools of committing frauds are mentioned.
- ⇒ Each aspect of Occupational fraud is explained with the help of Case study.
- ⇒ Indian Scenario of Money Laundering
- ⇒ Hawala Transactions explained
- ⇒ Date of Publication:**01.02.2005**

PRESENTED RESEARCH PAPERS

Collapses of Co-operative Banks in India

Date of Publication:**01.10.2004**

Money Laundering

Date of Publication: **11.12.2004**

Venue: National Institute of Co-operative Management

FRAUD LEXICON

More than 150 different terms relating to frauds discussed in details with their references.

Date of Publication:**01.01.2005**

FRAUD HEALTH CHECKUP

Fully automated and self-guiding health check up and the internal control questionnaire to Assess the risk in the banks.

Date of Publication:31.12.2004

RESEARCH PAPER ON VALUE DATE

Value dated transactions are the back dated transactions that facilitate the bankers to give the retrospective effect to the circulars or some Cheque or fixed deposit transactions.

Date of Publication: **30.11.2004**



RESEARCH PAPER ON MOBILE FRAUDS

The new generation of the Mobile frauds is the unanticipated risk of next generation. The frauds have been classified in four categories including cloning.

Date of Publication: **30.11.2004**

CLASSIFICATION OF CYBER FRAUDS

In a altogether a new venture we have tried to compile the information regarding the Cyber frauds on our website in a classified manner. This classification is freely browsable and updated from time to time.

CERTIFICATION IN BANK FORENSIC ACCOUNTING

The compilation for the certification course is characterized by following features

- ⇒ Classification of the Bank Fraud schemes
- ⇒ Legal Aspects involved in the Bank Frauds
- ⇒ Flying Cheque schemes
- ⇒ How to draft the Fraud Policies?
- ⇒ How to combat the technological shenanigans?
- ⇒ Sensitivity of the ATM card and Credit cards to Frauds?
- ⇒ Reserve Bank of India Circulars on Fraud
- ⇒ Why did the Banks failed worldwide?
- ⇒ Introduction to money Laundering
- ⇒ Actual Case studies on the Madhavpura co-operative Bank, BCCI, Global Trust Bank etc.