

FORENSIC ACCOUNTING

Glossary of keywords

- **Asset tracing and recovery** – If you or your company has been defrauded, this is the legal process used to find and recover those assets.
- **Digital Forensics** – Focuses on the investigation and recovery of material found in digital devices related to cybercrime.
- **Due diligence reviews** – A process that involves identifying, evaluating and verifying all available financial information before entering into a financial transaction with another party.
- **External fraud** – Fraudulent attacks from individuals or organisations outside your business.
- **False accounting** – A person that falsifies or conceals information needed for accounting, knowing that the information is misleading.
- **Financial statement fraud** – The intentional modification of a company's financial statements to deceive the users of financial information.
- **Forensic accounting** – A detailed collection, analysis, and evaluation of financial information to investigate fraud or financial manipulation that is often, but not always, used in litigation.
- **Forensic audit** – In order to gather evidence for the client or in court, forensic auditors use specific procedures to examine financial records and establish proof of fraud, including proof of how long the fraud has been occurring for, and how it was conducted and concealed.
- **Fraudulent disbursements** – This type of fraud is recorded on a firm's books when an employee uses their position to make a payment for an unsuitable purpose.
- **Fraud examination** – The process of resolving fraud allegations from tips and/or complaints from employees, customers or suppliers, or from audits. The process involves legally obtaining evidence, interviewing witnesses, writing reports and testifying.
- **Fraud triangle** – A framework that outlines three factors that contribute to an increased risk of fraud: (1) opportunity, (2) incentive, and (3) rationalisation. For fraud to occur, all three factors must be present.
- **General Ledger** – An account or record that is used by businesses to sort, store and summarise a company's financial transactions. A general ledger can help monitor finances and prevent accounting errors and fraud.
- **Internal fraud** – When an employee commits fraud against their employer. The Association of Certified Fraud Examiners (ACFE) have estimated that organisations around the world lose 5% of their revenue to internal fraud each year.
- **Investment scams** – Including criminals cold calling people to invest in fake or low value assets or schemes that often do not exist. Boiler room frauds are outbound call centres that participate in this cold calling.
- **Litigation support** – The process of providing support to lawyers with complex lawsuits.
- **Procurement fraud** – The unlawful manipulation to acquire contracts, goods or services or to obtain an unfair advantage in the procurement process. This can take many forms. One example is when an individual/company over orders goods, returns said goods and pockets the refund.
- **Teeming and Lading** – When a company attempts to try and hide a customer's cash loss in their account by moving money from another customer's account.
- **Skimming** – The act of stealing an individual's credit card information using an electronic device, and transferring that information to a different card OR stealing small amounts of money from a company over a long period of time which eventually accumulates to a large sum.

FORENSIC ACCOUNTING

At Price Bailey LLP we have an expert team specialising in forensic accounting who can provide you with a variety of services. This includes, undertaking initial enquiries, reviewing documentation and correspondence to help assess whether further investigations may be warranted, to forensic auditing and fraud examination. No matter your forensic accountancy needs, we can support you. If you need forensic accountancy advice and support then you can contact [Denise Cullum](#), our senior manager for forensic accounting services.

Additional forensic accounting services Price Bailey provide include:

✓ Assisting with valuations for purposes including shareholders disputes and divorce proceedings

✓ Reviewing financial records to trace cash flow and transactions

✓ Analysing financial information to investigate claims of wrong-doing, such as misappropriation of funds and quantify the impact

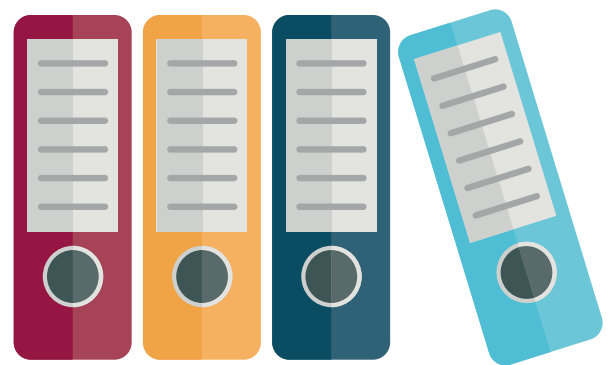
✓ Acting in an advisory or expert witness capacity

✓ Providing a critique of valuations and highlighting key points of consideration



Denise Cullum
Forensic Accounting
Senior Manager

T: 01223 696 174
E: denise.cullum@pricebailey.co.uk



At Price Bailey - It's all about you
The right advice for your business life

pricebailey.co.uk