

# Significance of Auditing in Managing Financial Crisis

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**Abstract:** *The financial catastrophe that we experienced in the most recent ten years didn't start off suddenly. The root reasons of the financial crisis must be studied by academics. We'll try to focus on internal control and internal audit in terms of corporate governance. A financial catastrophe may be on the horizon, according to research, but the main causes are a lack of financial detection and a lack of knowledge about the importance of the internal audit function in the internal control system. Internal audit is a major tenet of business governance. In order to enhance the audit process and understand how financial auditors perceive their knowledge of internal controls as a factor in the creation of high-quality financial reporting, our study will explore this perspective. In this study, we also evaluate the importance of internal audit in the internal control system using data from 70 of the 1178 members of the Romanian Financial Auditors Chamber who are auditors from all over the country of Romania. To highlight the research, we have focused on the empirical investigation in Romania.*

**Keywords:** Internal audit, internal control, fraud, financial crisis, and ACFE (Association of Certified Fraud Examiners).

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