

Significance of Auditing to Control the Financial Crisis

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Abstract: *The financial crisis we faced in the most recent decade did not come on abruptly. Academics must investigate the underlying causes of the financial crisis. In terms of corporate governance, we'll strive to concentrate on internal control and internal audit. According to studies, there are certain warning indicators that the financial crisis may be coming, but the root of the issue lies in insufficient financial detection and a lack of understanding of the significance of the internal audit role in the internal control system. One of the key foundations of company governance is internal audit. Our study intends to examine how financial auditors view their knowledge of internal controls as a factor in the development of high-quality financial reporting and as a means of improving the audit process. Using information from 70 of the 1178 members of the Romanian Financial Auditors Chamber who are auditors from all over the country of Romania, we also assess in this study the significance of internal audit in the internal control structure. We have concentrated on the empirical study in Romania to emphasise the research.*

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

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