



How to Combat Banking Fraud by Automating the Financial Close Process

While check fraud hasn't slowed down, criminals and consumers have both gone digital.

No longer do robbers need to physically "hold up" a bank to steal millions—they just need a computer. As consumers' banking habits grow ever-more digital, banks must make risk management a priority to prevent fraud.

60%

60% of UK consumers use online banking.
Business Insider



75%

75% of financial institutions see payment fraud losses as a problem, according to a Federal Reserve survey.
FRB Services

What's more—transactions are growing in both frequency and complexity. As the number of transactions increases, so does the inherent risk of reconciling everything manually with spreadsheets. You must be prepared to identify the threats of error and misstatement before they cause serious issues in your balance sheet.

16.8%

16.8% of fraud victims are banking & finance services.
avidxchange

29.3%

29.3% of fraud cases are tied back to a lack of internal controls.
Accounting Web



\$192K

\$192,000 is lost annually due to weak internal fraud controls.
avidxchange

\$205 MIL

Deutsche Bank was fined \$205m in 2018 for serious anti-money laundering control violations.
Financial Times

Adapt to these challenges by improving your financial controls.

To successfully protect their balance sheets, banking organizations need to improve their existing fraud prevention in several areas. Historically, banking organizations have handled their financial risk assessment through spreadsheets, a manual method that automatically introduces additional risk into the process.

54%

54% of organizations are focused on improving risk management...
The Financial Brand



HOWEVER

50%

...only 50% of firms conduct fraud risk assessments at least annually and most of those that do, only conduct cursory check-the-box exercises.
FRB Services

Protect your organization from financial risk by automating your financial controls.

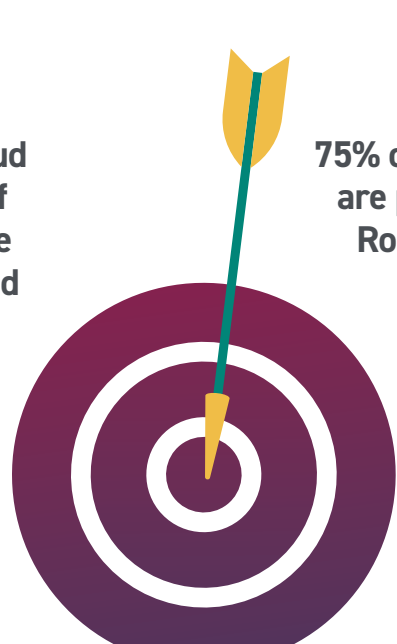
Despite our best efforts, human error regularly occurs, but this is where automation can really be valuable during the financial close. Financial risk comes in many forms, and preventing fraud (operational risk), remaining compliant (compliance risk) and lowering costs all help decrease your threat of financial risk.

52%

Up to a 52% reduction in fraud losses came from the use of automation, according to the Association of Certified Fraud Examiners.
Bank Beat

75%

75% of current banking operations are primed to be improved with Robotic Process Automation.
Innovation Enterprise



35%

Automated systems can help banks reduce costs by 30-40% in targeted areas.
BCG

69%

69% of anti-money laundering professionals said that increased regulatory expectations were causing them problems and 48% complained about insufficient or outdated technology.
ICSA

Discover Cadency Compliance

Discover how Cadency Compliance can help reduce your risk of fraud through standardized internal controls and Risk Assessment Action Plans. An automated financial close process is not only more efficient, but also cost-effective.

To learn more about Cadency's fraud prevention capabilities download the brochure.