

# Permitted $\neq$ Provable

## 5 Places to Prevent Audit Risk in CRE

01

### AP Coding Controls

Granularity and high volume allows bad data to enter the ledger.



02

### Bank Reconciliations

Small issues compound across periods until they are material and expensive to unwind.



03

### Related Party Transactions

An untraceable allocation is a disclosure deficiency that auditors will escalate.



04

### Internal Controls

Too many reviewers leads to less consistent control patterns over time.



05

### Segregation of Duties

Independent review only catches something if the reviewer can see the detail.

