

Contents

FOREWORD	xi
PREFACE	xv
ACKNOWLEDGMENTS	xix
CHAPTER 1	
Fraud's Feeding Frenzy: Overview of Recent Corporate Scandals	1
CHAPTER 2	
Fraud Theory and Prevention	22
CHAPTER 3	
The Path to Greater Corporate Compliance, Accountability, and Ethical Conduct: COSO to Sarbanes-Oxley	42
CHAPTER 4	
The Path to Greater Corporate Compliance, Accountability, and Ethical Conduct: SAS 99 to the Sarbanes-Oxley Influence on Private and Nonprofit Organizations	78
CHAPTER 5	
Internal Controls and Antifraud Programs	107
CHAPTER 6	
Financial Statement Fraud	139
CHAPTER 7	
Internal Fraud: Protecting a Company	165
CHAPTER 8	
Views from Both Sides of the Fence: Interviews with a Fraudster and a Fraud Investigator	186

CHAPTER 9	
External Fraud Schemes: The Rest of the Fraud Story	207
CHAPTER 10	
Information Security and Fraud	223
CHAPTER 11	
Designing a Robust Fraud Prevention Program at Your Company	237
CHAPTER 12	
Whistle-Blowers and Hotlines	254
CHAPTER 13	
Time to Do Background Checks	282
CHAPTER 14	
Training, Training, and More Training	296
CHAPTER 15	
Fraud Risk outside the United States	315
CHAPTER 16	
The Feds Are Watching: What to Know and Do Now	328
CHAPTER 17	
Beyond Compliance: A Fraud Prevention Culture That Works	352
APPENDIX A	
Key Sections of the Sarbanes-Oxley Act of 2002	373
APPENDIX B	
Fraud Risk Factors Related to Misstatements Arising from Fraudulent Financial Reporting	375
APPENDIX C	
Fraud Risk Factors Related to Misstatements Arising from Misappropriation of Assets	380
INDEX	383