AuditX Fintech Private Limited

Financial Forensics . Fraud Examination . Due Diligence

Case Study: NPA Account Fund-Diversion Investigation

Sector: Banking (PSU Bank) | *Engagement Type: Forensic Audit* | *Status: Illustrative sample*

Background

A public sector bank referred a large corporate borrower account, classified as a Non-Performing Asset (NPA), for an independent forensic audit following indications of possible diversion of sanctioned working-capital funds.

Scope of Work

- Reconstruction of fund flow across group entities and related parties
- Review of ERP / accounting records against bank statement of accounts
- Verification of end-use of funds against sanction terms
- Identification of red flags under RBI fraud classification norms

Approach

AuditX Fintech deployed technology-assisted data analytics to trace transactions across multiple bank accounts and group entities, supported by chartered-accountant-led financial examination and digital forensic review of accounting system logs.

Outcome (Illustrative)

A structured forensic report was prepared identifying specific instances of fund diversion and circular transactions, suitable for submission to the lending bank's forensic audit committee and, where applicable, for reporting to regulatory / law-enforcement authorities.

Note: This is a sample / illustrative case study prepared for website demonstration purposes. Client-identifying details have been withheld to preserve confidentiality.