

**Procedures of Internal Auditing and its Impact on Controlling and
Monitoring Risks in the Islamic Jordanian Banks**

By

Neeven Muslem Isa Al-Bkour

Supervised by

Professor Abdelrazaq Qasem Al-ashhadeh

ABSTRACT

The study aimed to identify the effect of internal audit procedures (planning ,investigation and examination, report and communication, control and follow up, coordination and cooperation with external auditor) and its impact on controlling and monitoring risks in the Islamic Jordanian banks. The researcher used the descriptive analytical method, and in order to achieve the objective of study a questionnaire has been designed for this purpose and it was distributed to the study population (internal auditors, members of the audit committee, and members of risk department) employees of the Jordanian Islamic banks. Out of (126) questionnaires distributed (113) of them were retrieved, and (102) questionnaire were valid for analysis. The statistical program (SPSS) was used to analyze the outcomes. The research study concluded that there is a statistically significant effect between procedures of internal auditing applicable to controlling and monitoring risks in the Islamic Jordanian banks. The study recommended that the internal auditor should focus on developing the internal audit programs as it should includes a comprehensive identification of the amount of test to be performed, and the appropriate sample size for the checking process before starting process.

Keywords: Internal Auditing, Internal Auditing Procedures , Islamic Banks, Risk Management, Controlling & Monitoring Risk.