

EXHIBIT 2

Sample Questions for a Fraud Risk Assessment

- How frequently does management review key performance indicators? (e.g., weekly, monthly, quarterly, or yearly)
- Have the board and members of the management team delineated specific responsibilities relating to the oversight and management of fraud risks with the organization?
- What is the fraud risk management budget in dollars? In full-time equivalent resources?
- How frequently is the fraud risk management strategy updated? (e.g., 6, 12, 24, or 36 months)
- How frequently are organizational charts reviewed to ensure proper segregation of duties? (e.g., 6, 12, 24, or 36 months)
- Is an anonymous process available at any time for employees to use in reporting improprieties or breaches of ethics?
- Is the anonymous reporting process also available to customers and suppliers?
- Do you have a formal code of ethics or conduct for the board and senior management?
- Please list what you think are the top three fraud business risks that your organization faces. How would you assess your risk of exposure to each of these?