

EMERGING TRENDS & CONTROLS CYBER CRIME & CRYPTO CURRENCY

Presented in Mombasa

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Menu

- ☐ Introduction
- ☐ Cyber and Crypto
- ☐ Conclusion
- ☐ Question and Answer

FRAUD IS



1. Wrongful or criminal deception intended to result in financial or personal gain.
2. Is an intentionally deceptive action designed to provide the perpetrator with an unlawful gain, or to deny a right to a victim.
3. In law, fraud is deliberate deception to secure unfair or unlawful gain, or to deprive a victim of a legal right.

Factors that lead to Fraud



Three elements must exist for an individual to act unethically: “The Fraud Triangle”



Factors that lead to Fraud



Perpetrators of Fraud need an **Incentive/ Pressure** to engage in Misconduct

There must be an **Opportunity** to commit fraud

The perpetrators are often able to **Rationalize** and justify their acts

Capability by *Lambrosso*

Types of Fraud....



- ❑ Asset Misappropriation :Cyber crimes
- ❑ Bribery and Illegal Gratuity
- ❑ Financial Statement Fraud

Types of Fraud



5. Money Fraud:

- Skimming – Stealing info from a credit card through an electronic device called wedge that records info
- Phishing – Using internet Banking to access info
- Card – Stealing of ATM Cards
- Counterfeit Money – Production of Fake bills

Ways of Preventing Fraud



- ❑ Keeping the three layers of defence:
- ❑ Process Owner – Risk Management – Internal Audit
- ❑ Each Role must be Robust

Cybercrime is?



- ❑ An illegal act by use of a computer to carry out criminal activity by hacking i.e. Stealing organization info for personal benefit, e.g. Financial fraud, identity theft, website defacement, cyber bullying, e.t.c



Types of Cybercrime....

- Computer Assisted Crimes e.g. Mpesa Hacking
- Computer Targeted Crimes e.g. Systems Failure
- Computer is Incidental e.g. Illegitimate Websites

Who Commits Cybercrime....



1. Crackers – they intent on causing loss to satisfy hidden motives or for fun
2. Hackers – Explore other private secured networks or computer systems to get to know info for a purpose
3. Career criminals
4. Cyber terrorists
5. Cyber bullies

Personalities again is important

Hitting an Organization....



- ☐ Viruses – Number six will shock you....wewe ni mshindi
- ☐ Hacking – Gives access to Restricted information
- ☐ Cracking – Causes loss of information



How do you Investigate....

- ☐ Create a Hypothesis :true or false....avoid decoys
- ☐ Accept or close
- ☐ Analyse facts
- ☐ Interview and be factual no recommendation

Controlling Cybercrime....



1. Regular backup of information
2. Restricted access to sensitive information
3. Installation of firewalls
4. Upgrading your operating systems regularly
5. Install intrusion detection and an emergency notification system
6. Enforcing the Computer Use and Cybercrimes Act 2018

Crypto currency



A **Crypto currency** is a digital asset designed to work as a medium of exchange that uses strong cryptography to secure financial transactions, control the creation of additional units, and verify the transfer of assets.

Cryptography is a language known to only two individuals

Nakamoto - Unknown

How does Crypto currency work



Cryptocurrency is an encrypted, decentralized digital currency transferred between peers and confirmed in a public ledger via a process known as **mining**.

Types of Crypto currencies....



The 6 Most Common Crypto currencies Other Than Bitcoin

- 1) Litecoin (LTC) Litecoin, launched in the year 2011,
- 2) Ethereum (ETH)
- 3) Zcash (ZEC)
- 4) Dash (DASH)
- 5) Ripple (XRP)
- 6) Monero (XMR)

Working of the Blockchain....



A **blockchain** is a digitized, decentralized, public ledger of all cryptocurrency transactions.

A global network of computers uses **blockchain technology** to jointly manage the database that records Bitcoin transactions.

That is, Bitcoin is managed by its network, and not any one central authority.



*Thank
you*

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