



Electronic Bank Confirmation Platform

Doc ver 1.0

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ABOUT

AppAsia

- Established since **June 1984**
- Specialized in **IT Security services & solutions**
- Provides advanced **digital platforms and cloud system solutions**
- A **public listed company** in Bursa Malaysia since 2006
- Market capital: **US\$ 30 mil**



External Audit Confirmation Requirement

International
Auditing
and Assurance
Standards Board

Exposure Draft
October 2007
Comments are requested by February 15, 2008

*Proposed Revised and Redrafted International
Standard on Auditing*

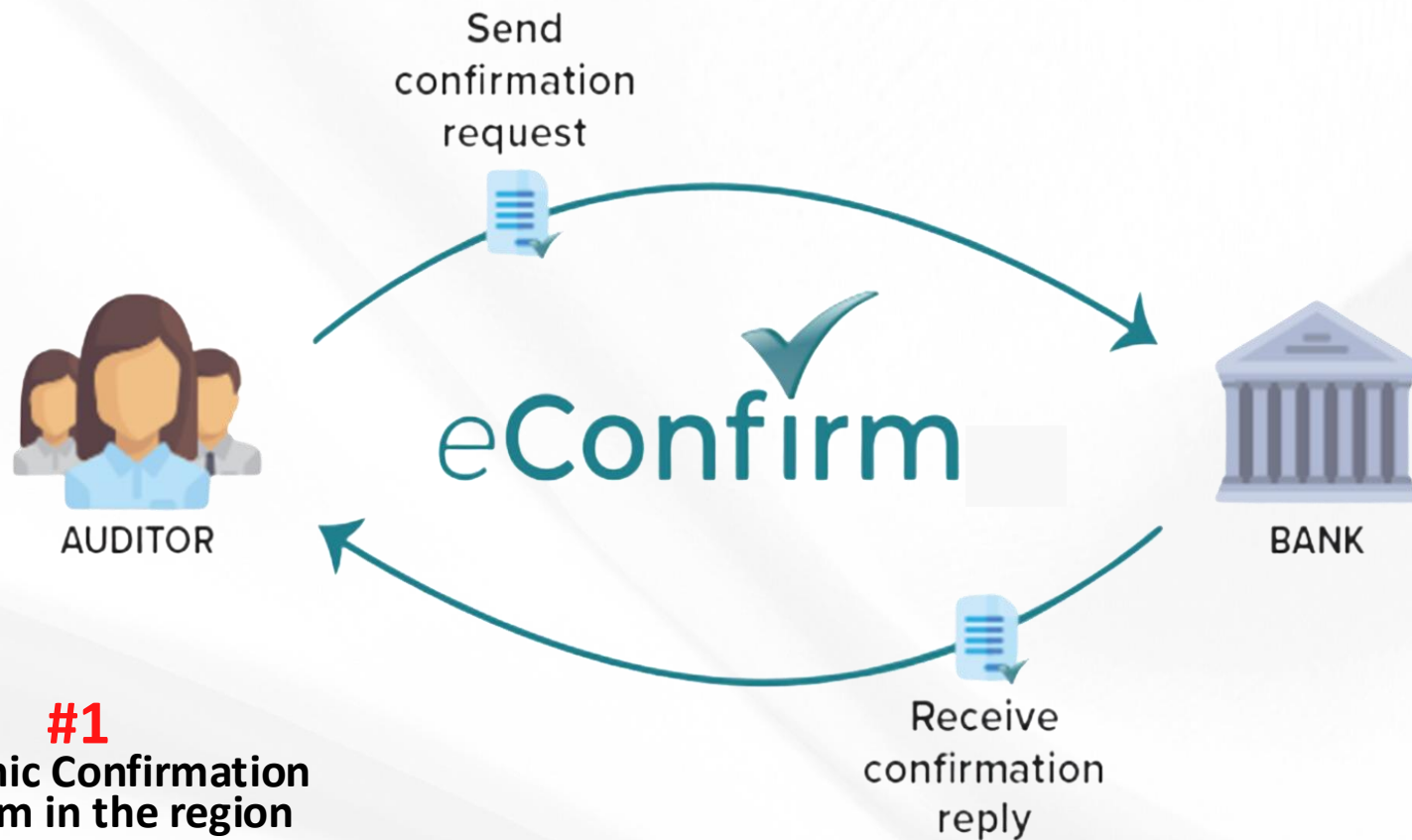
ISA 505, External Confirmations

Conforming Amendments

Proposed ISA 500, Considering the
Relevance and Reliability of Audit
Evidence

1. Each company is required to appoint CPA for external audit report annually
2. ISA505 specifies that it is **mandatory** for CPA to obtain company's bank balance confirmation from the banks directly
3. This process is usually done through postage, facsimile or emails

Introducing eConfirm



#1
Electronic Confirmation
Platform in the region

Participating Banks and Audit Firms

32 Banks



1,400 + Audit Firms



Why was **eConfirm** implemented?

SECURITY

- Secure end-to-end encryption for confidential info transfer
- Audit logs recorded for all user actions; prevent documentation loss during transit

AUTHENTICITY

- User verification performed at corresponding databases
- Gave banks & audit firms assurance when communicating and sharing confidential info

EFFICIENCY

- Vastly improved process times
- Reduced labor costs, lowered overheads and operating costs

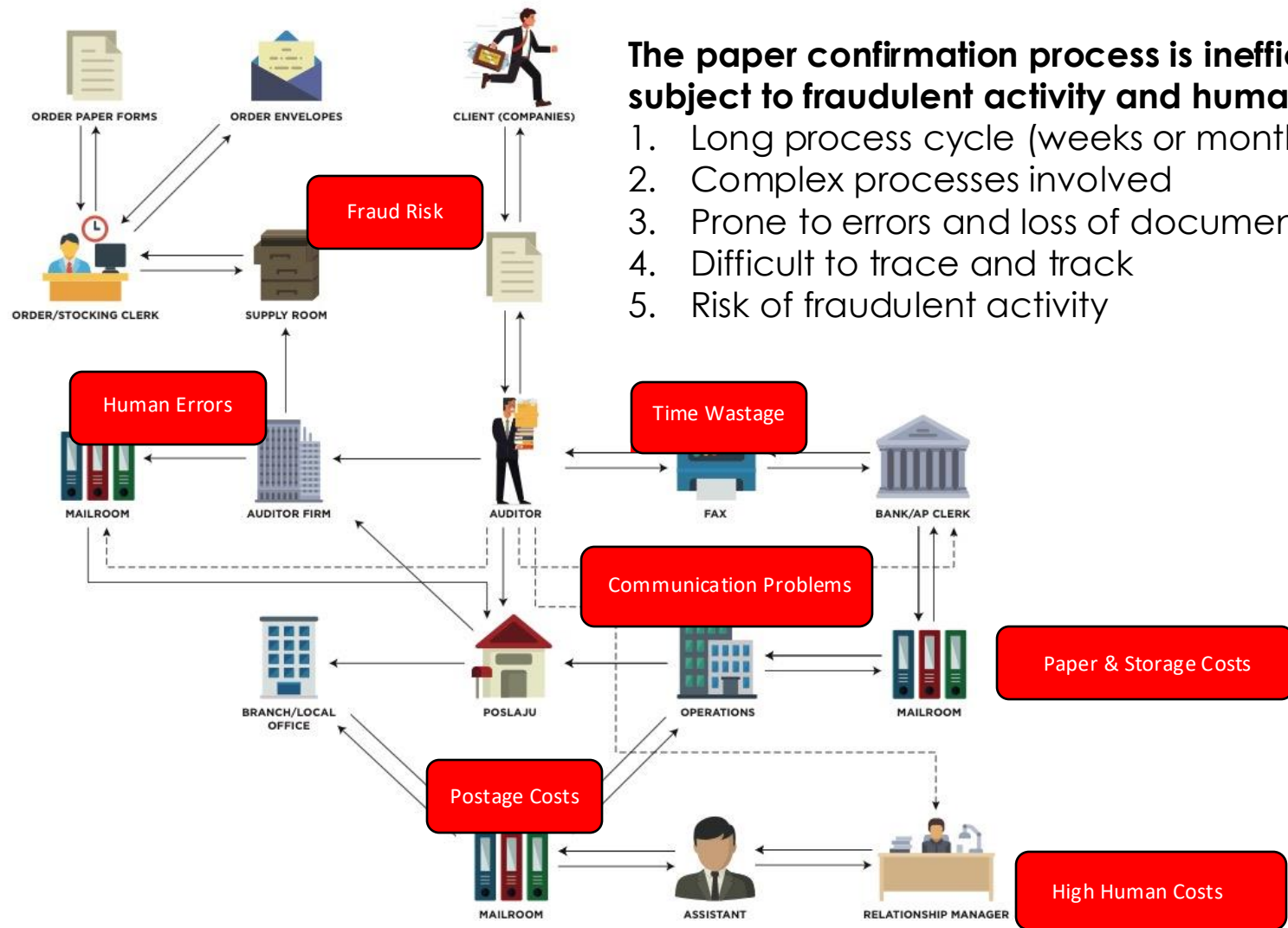
DIGITALISATION

- In-line with digitalization of the industry
- Incentivizes both banks and audit firms to take a secure digital approach to a core audit process

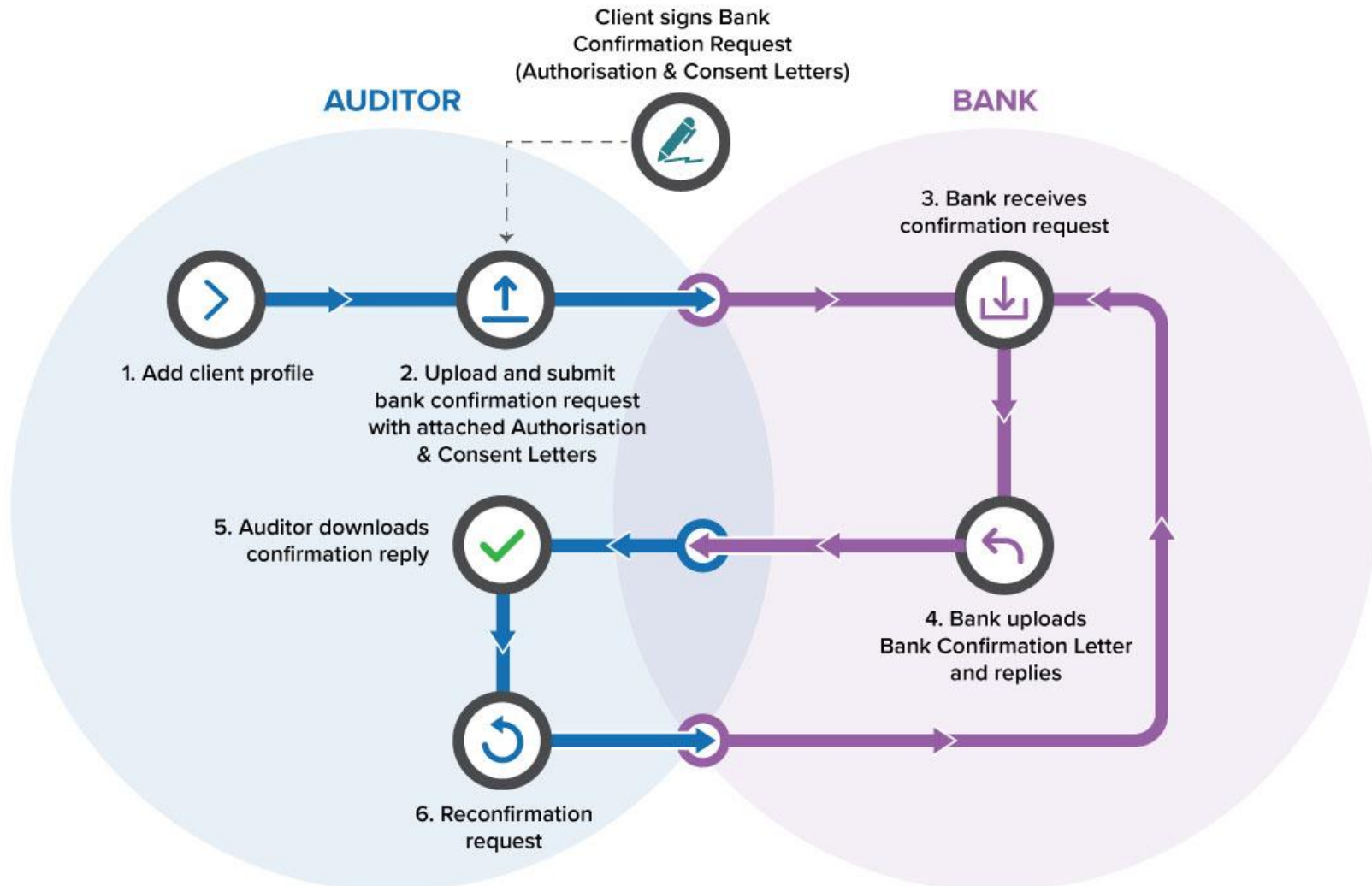


Industry issues faced by the current Audit Confirmation Process

ISSUES faced in current manual audit confirmation processes



Streamlined Audit Confirmation Process



ATR 18 compliance is compulsory for all uploaded documents

Benefits of the eConfirm Platform

	Manual Process	eConfirm
Fraud Risks	Very Likely (information hijacked, interception, no trail)	Very low (encryption and audit trail enabled)
Loss of documents during Delivery	Often	Never
Bank officers' authentication	Unknown	Verified (Each audit user is authenticated)
Processing time	Weeks	A few days
Postage & logistic Cost	High	No
Printing and paper Cost	High	Almost nil
Communication with banks	Difficult and slow (Fax/Post/Tel/Email)	Easy and quick response (Online)
Human cost and errors	High	Significantly reduced
Audit trails	Not available	Available & reliable
Consolidated reports	Not Available	Available

eConfirm helps the Environment

The background of the slide is a close-up photograph of a massive, disorganized pile of white paper sheets, creating a textured, layered appearance. A large, thick red 'X' is superimposed over the entire image, with its arms extending from the corners towards the center. In the middle of this 'X' is a solid green rectangular box containing white text.

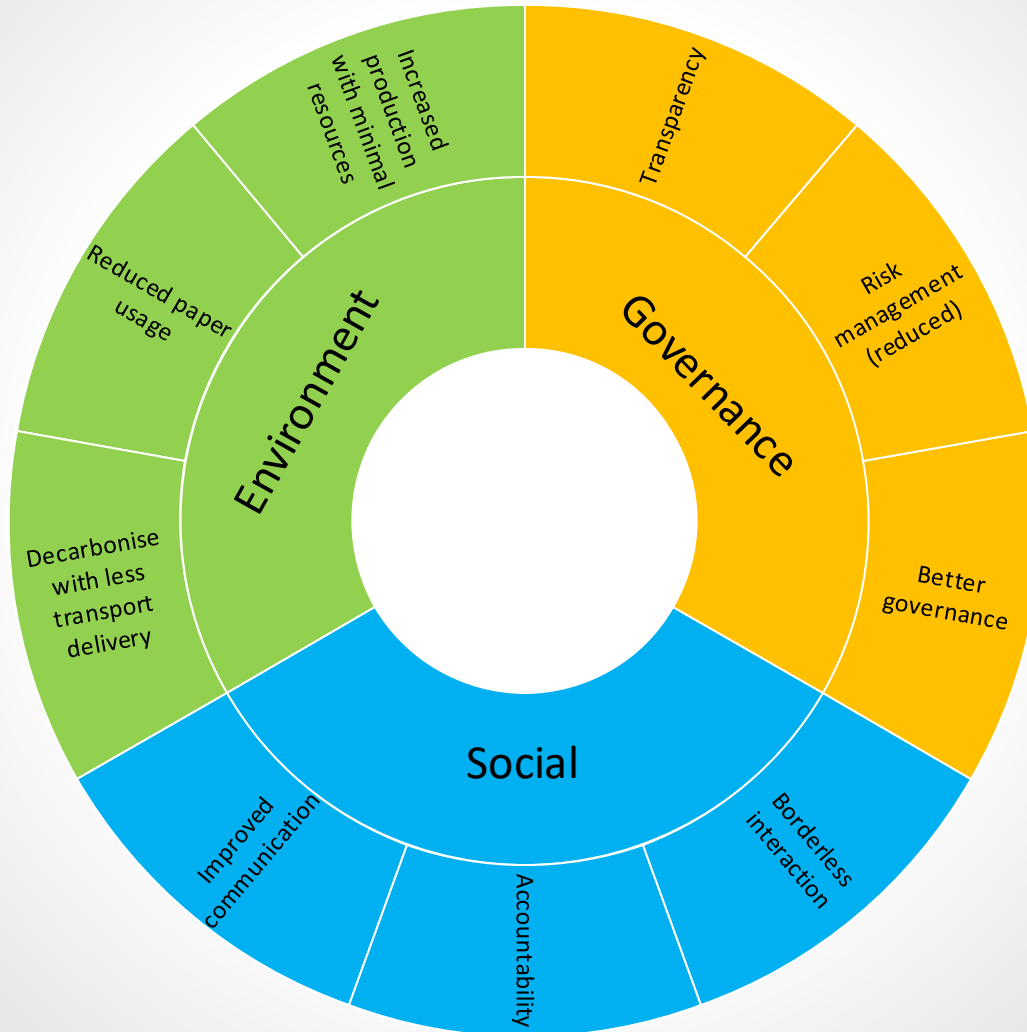
Save 100 million sheets of paper
for every 10 million confirmations

eConfirm helps the Environment

A dense forest of tall evergreen trees, with a misty or foggy atmosphere in the upper portion of the image.

We save **10,000 trees**

eConfirm supports ESG



[illegible]

Secured by Propriety End-to-End Encryption Technology

SECURED ENCRYPTION PROCESS



SECURED DECRYPTION PROCESS



IT Security Compliances & Certifications



- **IT Security Certifications/Reports:**
 - SOC 2 (IT Control)
 - SOC 3 (Compliance Report)
 - ISO 27001 (Information Security Management System Compliance)
- **Guidelines:**
 - Compliance with financial institution IT Security guidelines

For more information, visit:

eConfirm.pk

Secure & Reliable

