

# Financial Institutions Collateral Verification

**BIK & CO, LLP**  
Certified Public Accountants

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## Collateral Verification

Collateral verification requires a CPA well versed in your profession and in auditing. We provide that background. Our professionals will examine and test the validity of the receivables and/or inventory collateral supporting outstanding loans.

- **Receivable Supported Loans.** We assess the accuracy of outstanding receivables supporting the loan by testing the details provided to us including accounts receivable aging, subsequent cash collections, etc., as well as the revenue recognition process.
- **Inventory Supported Loans.** Our professionals physically inspect the inventory on a test basis and examine the costing processes used to determine asset values. We will also analyze inventory turnover ratios.
- **Equipment Supported Loans.** Generally there is minimal need to evaluate equipment based loans beyond establishing the presence of the equipment unless the asset can fluctuate significantly under certain economic conditions.

We provide value priced collateral verification engagements. Our procedures range from \$1,200 to \$3,000 per engagement. We have developed an aggressive pricing model that is a reflection of our experience with these specialty engagements combined with our efficient testing processes. Our audit background enables us to efficiently run the engagement to help organizations meet budget requirements.



## Financial Institution Service Details

- Internal Audit
- Loan Reviews
- Collateral Verification
- Agreed Upon Procedures
- Internal Control Reviews
- Sarbanes-Oxley Testing & Key Control Documentation
- Bank Policies
- Surprise Cash Counts
- Branch Operations Review
- Due Diligence (borrower financial statements, acquisitions & mergers)



Wearing the hat for you.

[www.BIKfinancial.com](http://www.BIKfinancial.com)

## BIK & CO Profile

Timely delivery of high-quality audit, tax, accounting and advisory services.

- Audits & Reviews
- Internal Controls
- Fraud & Forensic Services
- Management Reports
- Tax Planning & Reporting
- Estates & Trusts
- Accounting
- Budgets & Forecasts
- Outsourced Controller | CFO
- Business Consulting
- Valuations