

**INTERNAL AUDITORS IN COOPERATIVES ORGANISATION
(WITH AN OVERVIEW OF COOPERATIVES
ORGANISATION IN THE STATE OF KELANTAN)**

**A PROJECT PAPER SUBMITTED TO THE MARA INSTITUTE
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ABSTRACT

A cooperative organisation is defined as an association of a group of peoples or both having as its main objective is to promote the economic interest of its members in accordance with the cooperative principles.

This project paper concerned about the effectiveness of the internal auditors in cooperatives organisation in Kelantan. Internal auditor's function is to ensure the effectiveness of the system in the organization and it is one of the internal control device.

To find out whether the internal auditors were effective or not, a comprehensive study had been carried out to reveal the internal auditor's knowledges of cooperative organisation, principles governing the cooperative society and standard of internal auditing.

Furthermore, the research had also been made on their awareness of the code of ethics and the importance of internal audit as one of the internal control device.

Lastly the research had been conducted to ensure that the internal auditors had obeyed the cooperatives ordinance, rules and by laws.

TABLE OF CONTENTS

Acknowledgement	i
Abstract	ii
List of tables	v
List of appendices	vi
List of abbreviations	vii
CHAPTER	PAGE
1. INTRODUCTION	
1.1. Introduction	1
1.2. Background of study	6
1.3. Objective of study	10
2. LITERATURE REVIEW	
2.1. Audit	11
2.2. Cooperative organisation	14
2.3. Internal control	15
2.4. Internal check	17
2.5. Internal audit	18
2.5.1. Standards Of Internal Auditing	19
2.5.2. Code Of Ethics	27
3. METHODOLOGY	29
4. FINDINGS AND ANALYSIS	
4.1. Background of respondents	32
4.2. Cooperatives knowledges	34
4.3. Standard of Internal Auditing	37
4.4. Code of Ethics	40
4.5. Cooperative Ordinance, rules and By-laws	42
5. SUMMARY	
5.1. Cooperatives knowledges	46
5.2. Standard of internal auditing	46
5.3. Code of Ethic	47
5.4. Cooperatives Ordinance, Rules and By-laws	47

6. RECOMMENDATIONS	49
ENDNOTES	52
BIBLIOGRAPHY	54