Study on the Reasons and Countermeasure of Bank Accounting Information Distortion

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Abstract: As the core enterprise of economic development in China, the accounting information about banks is also an important basis of the financial adjustment of the country. The accuracy and authenticity of bank information plays an important role in the development of economy and finance. For the macro-control policies that has a great reference, but also conducive to the statistics of bank accounting information. This article will analyze the causes and countermeasures of bank accounting information distortion and put forward corresponding measures.

1. Introduction

Banks are the core of China's economic development they also are the reference from the government to strengthen its macro-control policies. The system and accurate accounting information presented in banks are the important foundations for the effective operation of the society. However, the distortion of bank accounting information is also the current need to face a major issue. According to the relevant data survey, there are some fake accounts in the audit of financial enterprises. There are 159 enterprises in the telecommunications industry, 147 households account for 92.45% of the total assets, and 157% account for not correspond to the total profits. Accounting for 97.48% of the total. The serious distortion of accounting information will have a certain impact on the healthy development of the enterprise itself and will also affect the means of macroeconomic regulation and control in our country. There is no corresponding basis of the formulation of the national economic policy. To a certain extent, this will also interfere with the market economic order. As the core enterprise of China's economic development, banks play an important role in the development of the national economy.

2. Bank Accounting Information Distortion Performance

With the continuous development of our country's social economy, the development of China's banking sector as an important industry in China's economic development, all kinds of bank information has an important reference to the country to take an economic control measures, the distortion of information will affect the formulation of national economic policies and bank's own development.

2.1 Artificial Fraud Phenomenon

Some banks may easily confuse profit-making expenditures of capital expenditures in pursuit of more economic benefits, and some banks will calculate the current cost of the decoration of their business premises. For example, performance appraisal conducted in the bank will occupy 50% of each employee's contribution award and progress award, which will correspondingly to increase some expenses, which may be inconsistent with actual accounts and some will calculate some expenses to fixed assets, but also contrary to accounting principles [1].

2.2 Bad Debt Reserve System is Unreasonable

As for the financial business in the bank, the proportion of withdrawals needs to be determined according to the risk of the doubtful reserve assets. The closing balance should be taken as 100% of the total balance and the minimum should be 1%. In the case of insufficient withdrawal, the tax can not be taxed after the distribution of profits, but this operating authority is still in the hands of banks,
verification process is also more complicated, there will be a lot of non-performing asset accumulation.

2.3 The Management of the Original Notes is Not Standardized

In the current market transactions, the management of the original notes is not in place, some companies for their own interests, will fake some invoices, some banks will also make up for the lack of business promotion costs, will also be out in the cost of the expenses, there are some fictitious expenses. Some invoices will also do some "tricks". This will result in great distortions in the original bills and the economic phenomena reflected on the invoices will also depart from the facts. [2]

2.4 Account Settings Lagged

Lack of accountability for the bank mainly reflected in the lack of some high-risk assets reflect the subjects of the financial sector in China between the operation of the lack of a certain degree of credit, most of our bank accounts, accounting subjects are not able to correctly reflect the degree of change of some high-risk assets, the basic accounting information can not truly reflect the risk of assets, which brings a lot of disadvantages to the related accurate accounting and prevention of financial risks.

3. Reason Analysis of Accounting Information Distortion

3.1 Relevant Leaders Have A Weak Legal Consciousness

In the bank's accounting information management, the leader is an important person in charge of accounting work, to be able to fully guarantee the authenticity and accuracy of accounting information, with the unit leaders for personal interests, completely ignore the relevant accounting regulations, but blindly according to their own wishes for accounting work, change the basis and principles of accounting, there will be some false accounting reports.

3.2 Accounting Management System is Relatively Backward

For bank operations, accountants need to supervise the economic activities of their own units according to law. Accountants only serve as bank employees. Therefore, it may be difficult for accountants to take full account of some of the non-conformities in the accounting books to the development of enterprises, they will also give up certain principles.

3.3 The Overall Quality of Accountants is Low

The overall quality of accountants will also affect the quality of accounting information. The overall quality of bank accountants in our country plays an important role in the development of banking. Most accountants in our country are obsolete, and some new systems and regulations are lack of certainty experience, they cannot effectively deal with complex accounting business, the quality of professional ethics is not high.

3.4 Insufficient Internal Bank Inspection

For the bank's accounting information, the lack of a certain amount of internal management and external supervision, the audit of the bank will also be subject to staffing and management system constraints, the relevant supervision of the bank and the audit department cannot do their job and cannot do Good regular annual audit. There are too few auditors, but the workload is relatively large, resulting in the audit cannot be effectively implemented.

4. Relevant Countermeasures of Bank Accounting Information

4.1 Improve the quality of bank accountants and strengthen the construction of accounting team

Accounting information distortion and staff have a great relationship, the quality of the accounting
staff will affect the authenticity of accounting information, therefore, banks need to be equipped with first-class professionals, to be able to fully guarantee the authenticity and accuracy of accounting information [3]. To improve the moral quality of accountants and establish a complete set of standards of professional ethics, some penalties should be given to the relevant behaviors that violate the standards. Emphasis should be placed on enhancing the occupational behavior of accountants so that accountants have a certain sense of responsibility. There are accounting personnel business quality is also very important, strong business quality needs to have the relevant professional knowledge and skills, but also fundamentally prevent the occurrence of information distortion.

4.2 Reform The Management of Bank Accounts

For the reform of the accounting subjects in the bank, it requires the central bank's accounting management department to participate in the relevant management and setting, setting the principle of accounting set, to implement a unified accounting account coding, to achieve a variety of integrated data transmission and summary. The reform of bank accounting subjects needs to be adjusted according to the development of banks. It is necessary to intensify the investigation and research on various accounting work, to timely revise relevant accounting subjects, ensure that all kinds of information are set up to meet important information and Economic development needs.

4.3 Strengthen Accounting Work

In order to strengthen the accounting work, the centralized management of accounting needs to be realized. In the accounting work of accounting, it needs to be divided into two levels for accounting and the methods of accounting for the head office and branches. Under the unified accounting of the head office, a number of branches of accounting, a central part responsible for each single branch, accounting center need more than the hierarchical organization, in which the computer system by the accounting center host control, to achieve the unity of data processing. A unified accounting mechanism can be included in the overall branch of the information included in the accounting, to avoid the situation that the adjustment of data [4].

4.4 Establish and Improve The Internal Control of The Bank

The internal control mechanism of a bank belongs to a self-regulatory mechanism, which is mainly designed to prevent risks. It is to manage and inter-control the internal staff of the bank institutionally and to control the internal control of the bank well. The quality of accounting management improves, the phenomenon of information distortion will be reduced accordingly. All departments are required to formulate relevant internal management systems in accordance with the relevant internal control agencies and management practices. All departments should make a division of labor and work together to formulate supervision and restriction mechanisms in order to prevent the occurrence of information distortion.

4.5 Improve the Social Supervision System

For banks' distortion of accounting information, it is necessary to continuously improve the social supervision and management system. It not only needs to strengthen the management and supervision of banks, but also needs to strengthen the supervision and management of the society. It is necessary to continuously improve relevant annual auditing statements and effectively strengthen social Supervision and management role.

5. Conclusion

To sum up, the bank as the core of social and economic development, accurate accounting information is also the basis for the effective operation of social economy. The authenticity of bank information can help the country to carry out macroeconomic regulation and control play an important reference role, the need to do from all aspects of the bank good supervision and management work to enhance the personal qualities of accountants and deepen the bank's various reforms.
References


