

FRAUD IN SMALL BUSINESSES

Fraud can be especially devastating to small businesses. These organizations typically have fewer resources to both prevent and recover from a fraud, and they often require an increased level of trust in employees due to a lower ability to implement robust anti-fraud controls.

SMALL BUSINESSES LOSE ALMOST TWICE AS MUCH PER SCHEME TO OCCUPATIONAL FRAUD



<100 EMPLOYEES

100+ EMPLOYEES

Median loss:

\$200,000



Median loss:

\$104,000



Frauds detected by tip:

29%

44%

Frauds caused by lack of internal controls:

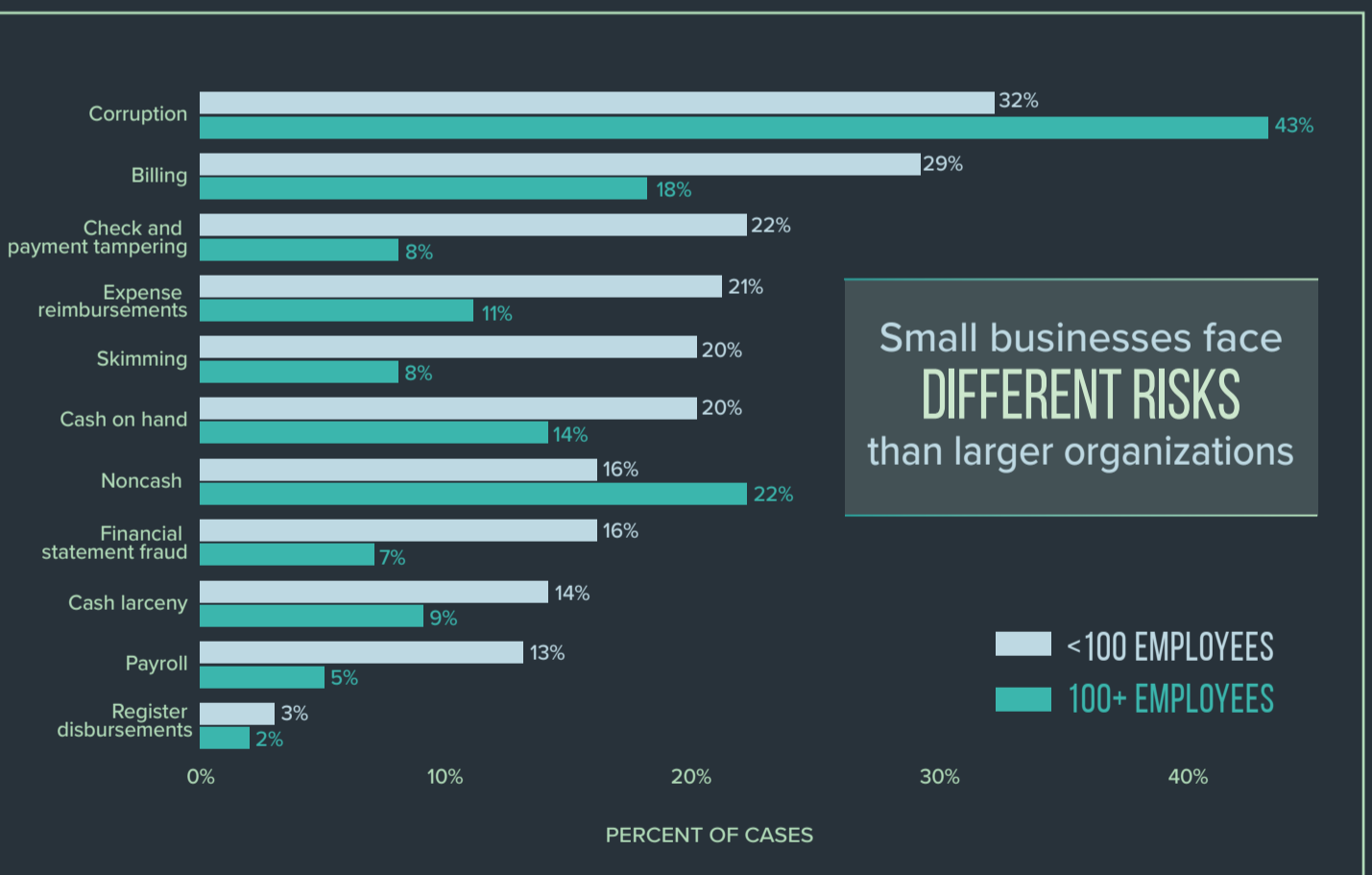
42%

25%

Frauds perpetrated by an owner/executive:

29%

16%



Small businesses typically have **FEWER ANTI-FRAUD CONTROLS** than larger organizations, leaving them more vulnerable to fraud

