

THE IMPACT OF INTERNAL AUDIT ON CORPORATE GOVERNANCE AND RISK MANAGEMENT IN ORGANIZATION

Sevinch NURIDDINOVA¹

¹Student of International School of Finance Technology and Science institute

KALIT SO‘ZLAR	ANNOTATSIYA
Ichki audit, korporativ boshqaruv, xavf-xatarlarni boshqarish, tashkilotlar, boshqaruv jarayonlari.	Mazkur maqola tashkilotlarda korporativ boshqaruv va xavf-xatarlarni boshqarish jarayonida ichki auditning ta'sirini o'rganishga bag'ishlangan. Tadqiqotlar natijasida ichki auditning boshqaruv organlari uchun ahamiyatli bo'lib, ularning tashkilot faoliyatida muhim rol o'ynashi mumkinligi ko'rsatib o'tilgan. Shuningdek, ichki auditning korporativ boshqaruvni mustahkamlashda va xavf-xatarlarni kamaytirishda tutgan o'rni ham tahlil qilinadi.
КЛЮЧЕВЫЕ СЛОВА	АННОТАЦИЯ
Внутренний аудит, корпоративное управление, управление рисками, организации, управленческие процессы.	Данная статья посвящена изучению влияния внутреннего аудита на корпоративное управление и управление рисками в организациях. Результаты исследования показывают, что внутренний аудит может играть важную роль в поддержке органов управления и оказывать влияние на структуру организации. В статье также анализируется роль внутреннего аудита в укреплении корпоративного управления и снижении рисков.
KEY WORDS	ABSTRACT
Internal audit, corporate governance, risk management, organizations, governance processes.	This article is dedicated to studying the impact of internal audit on corporate governance and risk management within organizations. Research findings highlight that internal auditing can play a significant role in supporting governance bodies and influence the organizational structure. The article also analyzes the role of internal auditing in strengthening corporate governance and mitigating risks..

Introduction. Auditing system in any types of organizations plays an important role in the structure system. Auditing can definitely be the line for the BOD (board of directors) on the behalf of auditing committee which means they provide the BOD with reports of both internal and external actions of the company. As auditing has two types such as internal and external, here in this research, internal one will be taken into consideration and its effects on corporate governance and risk management, whilst there is a fact by recent research that approximately 28% of auditing executives has more than enough impact in the organization structures. However, it is thought by many that

internal auditing may have little influence or even no influence in the functions of organizations.

Literature review PRETORIA, South Africa, 21 April 2021 Predictably, a Portage Official rolls off the creation line at the Entry Silverton Get-together Plant, set out toward sellers and clients in more than 100 business areas all around the planet.

From the second an Official beginnings its life to the subsequent it rolls off the line, Portage laborers take unbelievable thought to ensure every single bakkie meets Entry's unbending first class quality standards.

For sure, even past this, a particular gathering of dedicated quality overseers at the plant's Vehicle Evaluation Center (VEC) are revolved around completely noticing each step of the collecting framework and it are consistently revived to guarantee quality control processes themselves.

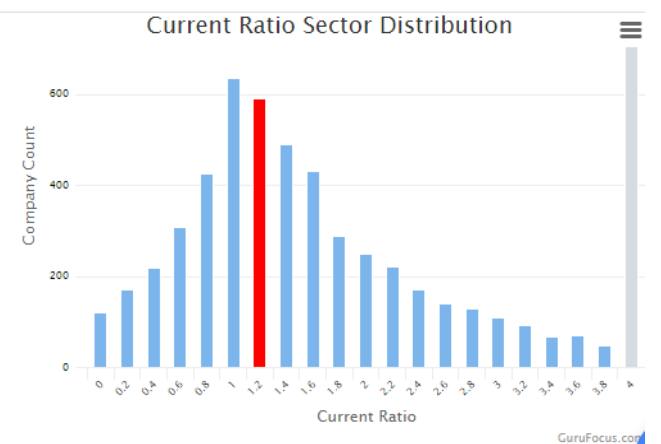
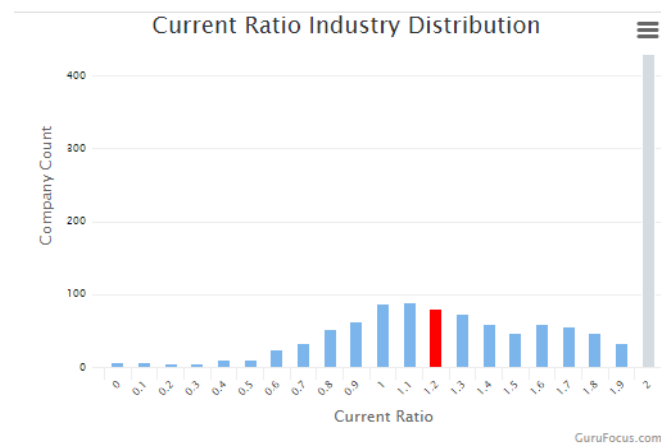
Methodology Portage Motor Association, typically known as Entry, is an American worldwide automaker that has made an extremely durable engraving on the auto business. Laid out by Henry Entry on June 16, 1903, in Dearborn, Michigan, Portage has formed into one of the world's greatest and most obvious vehicle producers.

With its headquarters in Dearborn, the association works different branches and workplaces all over the planet, ensuring its presence in major overall business areas. The association has in excess of 180,000 laborers all over the planet, highlighting its enormous occupation as a huge business. It has expanded

introducing the consecutive development framework and enormous scope fabricating systems, making vehicles more sensible and accessible. This critical move provoked the enormous result of the Portage Model T, which transformed into an image of the mid 20th 100 years.

Anyway, Section moreover faced challenges, for instance, the money related crisis of 2008, which impacted the entire vehicle industry, achieving colossal setbacks and revamping attempts. Section has shown adaptability and headway, conveying notable and reliable vehicles. The association has moreover embraced practicality and the possible destiny of adaptability by placing assets into electric and autonomous vehicle developments. Portage remains a noteworthy influence in the vehicle scene with a rich history, overall reach, and commitment to improvement.

Portage Motor Co (NYSE:F) Current Extent Explanation



its thing range, conveying a wide display of automobiles, including vehicles, trucks, SUVs, and electric vehicles, dealing with the tendencies and necessities of an alternate client base.

Portage has recorded colossal triumphs, for instance, improving the auto business by

The continuous extent can give a sensation of the viability of an association's functioning cycle or its ability to change its thing into cash. Associations that experience trouble getting remunerated on their receivables or have long stock turnover can run into liquidity issues since they can't ease up their responsibilities. Since

business undertakings fluctuate in each industry, differentiating associations inside a comparative industry is for each situation more significant.

Analysis of Market Competition in the Automotive Industry Performance of the global auto market in recent years

It is undeniable that the transportation restrictions and economic downturn caused by the epidemic have directly hindered the global car sales situation, causing serious damage to the global market. Compared with the global car sales in 2019, the sales in 2020 will drop severely, and the number of new car releases will also decrease significantly. Figure 2 provides a visualization of global vehicles sales in 2022 will be 81,628,533 vehicles, which still has a large space for growth compared with the sales before the global outbreak

Plus, data shows that the global automobile market size in 2021 is 273.839 million US dollars, and it is expected to reach 3272.60969 billion US dollars by 2028, with a compound annual growth rate

Highlights in Business, Economics and Management

EMFRM 2023 Volume 24 (2024) 1265 of 3.01% during the forecast period [3]. The increase in compound annual growth rate is attributed to the return of the auto market growth demand to the pre-epidemic level after the end of the epidemic

Competition pattern and status of various automobile companies

Nowadays, with the advancement of science and technology and the support of a series of environmental protection policies, the rapid development of electric vehicles has disrupted the pace of traditional car companies and changed the pattern of world car companies to a certain extent. In recent years, the market

share of the seven major European auto brands has continued to decline

The combined global sales of the three major US automakers including General Motors (GM) in 2019 decreased by 8% compared to 2018. The global market share seems to have fallen below 20% for the first time

Comparison of Ford Motor's Ratio

Year	2021	2022
Tax Burden Ratio	100.73%	69.63%
Interest Burden Ratio	100.15%	94.33%
Operating Profit Margin	13.04%	-1.91%
Total Asset Turnover	53.04%	61.77%
Leverage Ratio	528.64%	592.78%
ROE	36.89%	-4.59%

Tax Burden Ratio

For Ford Motor Company the Tax Burden Ratio is 100.73% in 2021, so the tax rate is very low and the tax burden for this company is light. But by 2022, the tax rate has increased, putting greater pressure on the company's tax burden, which is unfavorable for the company

Interest Burden Ratio

For Ford Motor Company the Interest Burden Ratio is 100.15% in 2021, so the interest burden for this company is light. But by 2022, the Interest Burden Ratio becomes 94.33%, so the putting greater interest pressure on the company', which is also bad for the company

Operating Profit Margin

In 2021, the Ford Motor Company's Operating Profit Margin is 13.04%. However, in 2022, it becomes to be negative, which means that the company is facing profitability difficulties

Total Asset Turnover

The total asset turnover rate increases from 53.04% to 61.77%, which means that the Ford Motor Company's operation is good, and the

ability of using its assets to generate revenue becomes better

Leverage Ratio

The Ford Motor Company's leverage ratio is over 500%, and this number is still growing to be larger, which will undoubtedly further expand the company's leverage risk, which is in a very dangerous situation

ROE

The ROE of Ford Motor Company decreased from 36.89% in 2021 to -4.59% in 2023, undoubtedly reflecting a significant decrease in the efficiency of the company's use of its own capital and a decrease in the company's ability to obtain net income from its own capital, which means that the company has encountered massive problems

Comprehensive Evaluation of Ford Company

Although according to data analysis, Ford's financial situation and market performance in recent years may not be considered good, in the context of the entire post pandemic era, other automotive companies are also facing similar problems, so this can be understood. Also, Ford is actively seeking change. Compared to other companies, Ford has always had a clear advantage, which is that its traditional fuel vehicle business has considerable and stable revenue, which can continuously provide funding for the development of electric vehicles and offset the losses caused by the electric vehicle department, buying time for Ford's transformation towards electric vehicles. In the second quarter of 2023, Ford Pro and Ford Blue's performance are really good. Ford Pro's wholesales increased 8%, revenue increased 22%. Ford Blue's wholesales increased 7%, revenue increased 5%. However, Ford Model E's second quarter 2023 EBIT loss was \$1.1

billion, with an EBIT margin of negative 58.9%. On the other hand, Ford has also made some new achievements in the field of new energy, such as: First, Ford continues to expand its market share in the electric vehicle market in the United States. In the first quarter of 2023, Ford held 5.2% of the electric vehicle market share, ranking third. Second, the sales of the Mustang Mach-E increased by approximately 110% in June 2023 compared to 2022. Third, more than 10% of F-150 pickup truck customers have chosen hybrid models, and this proportion is still increasing.

Of course, Ford is also actively seeking change continuously. For example, actively restructuring

departments to clarify division of labor; Continuously downsizing, transforming into a more streamlined team, changing the team's main focus, and striving to develop electrification; A clearer understanding of the difficulties in the Chinese market, reducing competitive investment, and alleviating losses; Continuously strengthening cooperation in various fields to enhance enterprise competitiveness

Overall, for large traditional fuel vehicle manufacturing companies like Ford, they require time and trial and error costs in the electrification process. This paper believes that some losses in the early stages are relatively normal and common. As long as Ford continues to listen to market voices and actively make changes based on its own reality, Ford's future is still worth looking forward to.

Suggestions for the Company

Ford has not been successful in its electric vehicle transformation in recent years, especially as its electric department continues to suffer severe losses. Fortunately, this article



argues that despite the extremely fierce competition on pure electric vehicle tracks, there is a relative lack of hybrid vehicle tracks, and consumers have a strong desire for hybrid vehicles. In the second quarter report of 2023, Ford's hybrid vehicle sales were approximately 1.55 times that of electric vehicles. Also, the data also shows that a considerable number of pickup truck owners have firmly chosen Ford's hybrid pickup truck. Therefore, this paper believes that Ford should increase its research and development efforts and investment in hybrid vehicles, opening up a new track that combines performance, power, and environmental protection. In today's fiercely competitive electric sedan market, shifting the focus of electrification research and development to trucks, pickup trucks, and other models is also a good choice to seize as much market share as possible in these markets. Secondly, this paper believes that Ford should seize the existing advantageous models, accelerate research and development, and strive to achieve success and profitability as soon as possible in the electrification transformation of these models. For example, the Ford Mustang has been the world's top selling coupe for seven consecutive years. Therefore, this article believes that Ford should attach importance to the promotion and research and development of the Ford Mustang E, and not lose Ford's long-term advantages in some traditional models. Thirdly, this paper believes that Ford should listen more to the voice of the market, and the Chinese market is the best lesson: Ford has blindly and confidently released the modified Ford in China in recent years, but it has suffered repeated roast and lost a large number of buyers. Therefore, this paper believes that Ford should conduct localization research and further

promote the localization process of Ford in various regions.

The main issues highlighted in this SWOT analysis of Ford are limitations in the speed of innovation and the scope of the company's production network, as well as competition with existing firms and new entrants. Based on the strengths, weaknesses, opportunities, and threats identified in this SWOT analysis, the following are recommendations for Ford.

Conclusion Through research, this paper believes that Ford Motor Company has a good foundation and advantages in fields such as automotive manufacturing, relying on its historical accumulation, and the profits of its traditional fuel vehicle business are sufficient to support its significant losses in research and investment towards electrification. This paper believes that this is a normal phenomenon for most traditional fuel vehicle companies, and investors do not need to worry excessively. At present, Ford has actively made many adjustments to the market and its own situation, and has achieved success in some models. Ford needs time, and investors also need patience. Through these studies, this paper provides a comprehensive understanding of Ford Motor Company, hoping to provide valuable insights and decision-making support for industry practitioners and investors”.

“Drawing from the case study analysis, Ford is the second largest American based automaker in the world. In addition, the company operates in a very competitive and saturated market. As a result, the company faces high level of competition from major players such as BMW, GM, Toyota, Honda, Chrysler, and Mercedes Benz among others”.

“When grouped, Ford lie at the lowest group which produces broadest range of cars which



affordable prices. The company is a strong brand which is globally known. Its financial capacity and presence has increased its market share. The major weakness of the company is

that it highly depends on the U.S market. Financial crisis in Europe and U.S have threatened its performance and market share.

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