

ABSTRACT

Thesis was conducted to analyze and map the strategy of the Internal Audit & Risk Management division of PT. XYZ in integrating and aligning two processes, namely between the Risk Management process and Internal Audit activities. Strategy analysis and mapping is carried out using qualitative and quantitative methods through interviews and analysis of audit reports. Analyze and evaluate the actual process conditions in the Internal Audit and Risk Management division of PT. XYZ. Conduct comparison and analysis to get the correlation between top actual risk obtained from the risk management process and the top findings obtained from the internal audit process.

The risk management process is carried out to assist top management in identifying, managing and reducing risks and ensuring the risk management process is integrated with business practices. The core role of internal auditing relating to Enterprise Risk Management (ERM) is to provide objective assurance services to organizational leaders regarding the effectiveness of the organization's ERM activities. Implementation of Enterprise Risk Management (ERM) and Risk Based Audit by Internal Audit and Risk Management becomes very important because Internal Audit is expected to achieve its objectives by approaching systematically and discipline to evaluate and improve the effectiveness of risk management and internal control.

The results of this thesis research show that the internal audit process without integrating risk factors will make objectiv assurance provided only based on regulation, while the actual risk faced by the organization is not checked, covered and cannot be given objectiv assurance. his study also shows that a risk-based internal audit will make the risk management and internal audit processes be aligned so that the actual top risk is maintained.

Keyword: Risk Based Audit, Internal Audit and Riks Management Division