





Where are we now?

Strategic Vision

Governance and infrastructure

Data Explorer

Tools and software

Data informed

Common Data Structures
Cloud storage
Standardized data tools
Consistent reporting of performance
Team driving data quality & governance

Data Driven

Skills and Culture

Teams working with functions to transform with

Innovation projects to know unknowns
Data & adoption are board level topics
Teams consistently use data for decision making
Real-time tracking or performance

Data Transformed

Innovation driven by transparent data access
Business driven by forecasting and predictive
insights

Leveraging data from client and partner ecosystems

Teams are data literate and have specialists Redesigning the standards for the industry / sector

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Files in machines

Gut-feel decision making

No data standards nor policies

Manual data consolidation & reconciliation

Constantly looking at out of data insights

The pace of change has accelerated rapidly

GPT-4/LLMs have unlocked a broader proposition for audit and tax





Dartmouth Conference

First use of the AI term and the foundational discussed

Professor Hinton PHD

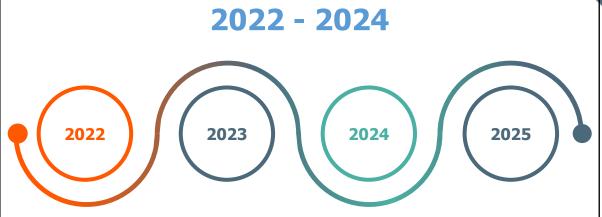
Hinton's PHD looked at Vision the brain and AI. His paper help define deeplearning

Google

Attention is all you need.
The start of the Transformer approach

AlphaFold

Deepmind solved the protein folding problem. Fast tracking nearly 600m years of PHD work



Launch of GPT 3.5

The wider population got their first direct Transformer/LLM experience with General Pretrained Transformer 3.5

Reasoning

GPT-4 and GPT-4
Turbo were
launched and
demonstrated
Reasoning
capability and
some light
planning skills

Planning

The next task to solve is proper multi-step planning and larger context windows.

Execution

Sometime over the next 24 months we will see end to end service delivery like Always on Audit





How can LLMs become enterprise ready?

To be enterprise ready, the application of LLMs and Generative AI requires quite a few modules and capabilities to complement the gaps between the performance of the technology, and the quality and risk standards of the audit industry. The ability to be right most of the time, explainability and traceability, and dealing with the hallucinations are all critical and require a reinforcement.

	GPT 3.5	GPT 4	GPT 4 Turbo	GPT 5
Facts	Very Poor	Poor	Poor	Synthetic training data so TBD
Planning	Poor	Average	Average	Apparently better
Reasoning	Average	Average	Good	Good
Execution	Very Poor	Poor	Poor	Average – apparently maths improved

Add more contextual information

- Input data
- Methodology
- General Ledger
- Trial Balance
- Chart of Accounts

Continuously improve planning

- Plan, prioritize and iterate 3 times
- Increase quality of outputs
- Increase quality of inputs (Healing module)

Maths & Hallucinations

- Function calls for Maths
- Function calls for External APIs
- Function calls for DNA
- Fact Checker
- Adversarial LLMs

Three types of Copilot



Chat to PDF

Most professional services Copilots have been designed in a very simple way allowing the user to "chat" to a regulation, contract or other document.

The main drawback to these is that they are only accessing one data source but can be useful for asking questions of a firm's methodology, help desk support etc.

Team Member

Team Member Copilots undertake most of a task that would normally be fully undertaken by a member of staff. This type will undertake an accounting task like Revenue Recognition, Lease Accounting, Going Concern, Audit Planning etc.

The main advantage is that it is taking on a complete task across multiple data sources.

Agents

Consider Agents as groups of Team Member Copilots working together to complete a task. At a simple level you can leverage two Agents to take different sides to an opinion (like defining how a Lease should be classified) and arguing it out to a conclusion. In a complex task you could have teams of Agents specialised in tax in different countries working together on a Transfer Pricing task.



Accuracy and Quality Copilots will be more than 90% accurate, thanks to...





Variety of data sources: client data (financial and non-financial), firm data, external data



Flexible methodology enabling each Copilot to work in various jurisdictions and scenarios



Fine tuning data set leveraged from the relevant association's knowledge base (e.g. ICAEW)



Fact checker that prevents hallucinations and provides references to the user



Evidence PDF containing the LLM seed, data versions, methodology, fine tuning data set version etc.



100% reproducible results for queries and calculations



Always on audit

Group of copilots and agents to support the full lifecycle

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Agent	Role	Function	Level of Complexity	
Data Integration	Automates data extraction/integration	Interfaces with Engine B's Integration Engine	Moderate	
Compliance and Regulation	Tracks audit standards and regulations	Updates agents on new regulations for compliance	Moderate	
Transaction Testing	Performs transaction testing/analysis	Analyses transactions for irregularities	High	
Risk Assessment	Identifies and assesses risk areas	Predicts high-risk areas, suggests deeper examination	High	
Internal Controls Evaluation	Evaluates internal control effectiveness	Tests control mechanisms, reports weaknesses	High	
Financial Statement Analysis	Analyses financial statements	Reviews balance sheets, income statements, etc.	High	
Industry-Specific Analysis	Provides industry-specific insights	Compares client data to industry benchmarks	Moderate	
Fraud Detection	Detects signs of fraudulent activity	Uses predictive modelling to identify potential fraud	High	
Reporting and Visualization	Generates reports and visualizations	Compiles data into understandable reports	Moderate	
Quality Assurance and Review	Ensures audit process quality	Reviews outputs, checks for inconsistencies	High	
Client Communication and Advisory	Manages client communication	Provides updates, explanations, and recommendations	Moderate	
Continuous Learning and Improvement	Enhances audit system over time	Analyses past audits, refines process	High	
Orchestrator	Coordinates activities of all agents	Ensures communication and task prioritization	High	
IFRS 15/ASC 606 Revenue Recognition	Assesses compliance	Evaluates revenue policies, contract terms	High	
IFRS 16/ASC 842 Leases	Specialises in lease accounting	Identifies lease contracts, assesses liabilities and assets	High	
IFRS 9/ASC 320, 321, 325 & 815.	Specialises in auditing financial	Reviews and tests for impairment of assets, including goodwill; assesses	High	
Financial Instruments	instruments as per IFRS 9.	whether carrying amounts can be recovered.	p.,	
IFRS 36/ASC 360, 350 Impairment of Assets	Specialises in impairment of assets	Reviews and tests for impairment of assets, including goodwill; assesses whether carrying amounts can be recovered.	High	
IFRS 13/ ASC 820 Fair value Measurement	Specialises in fair value and disclosures	Ensures the accurate valuation of assets and liabilities at fair value, checks for appropriate disclosure and measurement techniques.	High	





Generative AI Superpowers





Video Demo

https://youtu.be/DRd02ObLc1A?si=pSwKCinoTnHq7Aa7





Thank You

