

ABSTRACT

The Banking system plays an important role in economic development . The Bank of Sudan as a central bank, the guardian of the financial stability , exerted great efforts during the last decades to strengthen the sudanese banking system through the adoption of what is called the adaptation scheme. The scheme aims to create strong banks with adequate capital to compete locally and internationally.

The purpose of this study is to shed light on the efforts that the Bank of Sudan has exerted to strengthen the banking system, evaluate the compliance with the requirements and outline the main problems facing the banks to satisfy scheme requirements and offer some recommendations.

The descriptive and analytical methodology has been used in this study . The secondary information were from the Bank of Sudan and other commercial banks. While the primary information was collected through interviews with the seniors in the Bank of Sudan and Islamic Cooperative Development Bank.

The problem of the study is the adaptation scheme which affected financial and accounting work and affected the equity of ownership and also affected the Fairness of the financial statements.

The study contains a lot of assumption of which is the financial statements and reports depends on the ability of soul the difficulties that face the adaptation scheme.

The study is divided into five chapters:

Chapter one about the methodology and literature.

Chapter two tackles the definition and concept of the adaptation program.

Chapter three discusses the position the commercial bank and their compliance with the program requirements.

Chapter four is the case study on Islamic Cooperative Development Bank.

Chapter five about results and recommendations.

The study concluded with the following results:

- 1- The deterioration in the Sudanese banking system is due to accumulated problems and difficulties for many years as a result of improper economic policies during the past decades.
- 2- The adaptation scheme of the Banks according to declaration of Basle community affect the financial and accounting state so the bank administration need to keep an eye on this issue.

The Recommendation are:

- 1- The infra- structure of the capital market in Sudan is still in primary stage , so we recommend strengthening the relationship with Arab and Islamic Banks so as to help the Sudanese banks to have an access the capital markets in those countries. Therefor they will be able to raise their capital.
- 2- Efforts need to be exerted by the Bank of Sudan and other concerned authorities to maintion confidence in the banking system as whole.