CASE STUDY

$2.5M Identified. Months of Work Completed in Days.

THE MISSION

Capstone Forensic Group is a forensic accounting firm specializing in complex financial investigations. Their team was engaged to investigate allegations that one partner in a $30M+ government contract joint venture had failed to split profits equitably with the other partner.

THE CHALLENGE

Uncovering Unreported Profit in a $30M Joint Venture

To determine how money was flowing through a $30M+ joint venture — and prove whether one partner had withheld profit by running joint venture finances through their own separate business accounts.

Low-Quality Documentation
Over three years of bank statements and associated checks were only available in low resolution.

Data Volume
Manually typing up transactions and check data would have taken "weeks if not months" — delaying findings well past any useful deadline.

Missing Statements
Date Gap Analysis was critical in identifying which statements were missing from those provided.

Complex Categorization Required
The team needed to determine exactly how much money was spent with vendors unrelated to the joint venture to calculate unreported profit.

SOLUTION

Valid8 Exposes the Unreported Profits

Valid8 extracted and processed three years of records in days — exposing the unreported profit for equitable division.

- **Rapid Processing:** Statements and checks uploaded to Valid8 with all information returned within a few days — where manual entry would have taken several months.
- **Date Gap Identification:** Valid8's Date Gap feature identified which statements were missing — allowing the team to request the right documents from opposing counsel.
- **Categorization & Visualization:** Custom categorization and visualizations identified sources and uses of funds — directly pinpointing spending with vendors unrelated to the joint venture.

RESULTS

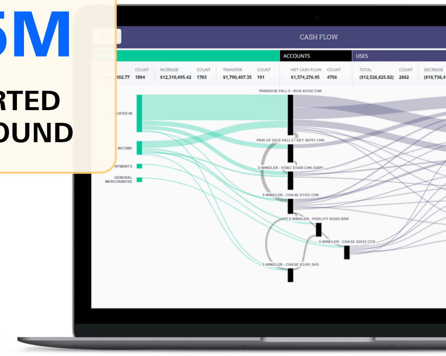
$2.5M in Unreported Profit Identified.

Capstone identified $2.5 million in additional joint venture profit that needed to be split between partners — delivering clear visualizations of sources and uses of funds that supported the client's claim.

3 YEARS REVIEWED

$2.5M

UNREPORTED PROFIT FOUND



Performance Wins

Unreported Profit Found

$2.5M

Additional profit identified for equitable split

Contract Value

$30M+

Government contract at the center of the dispute

Processing Time

Days

vs. weeks to months of manual processing

Records Analyzed

3 Years

Full history of the joint venture reviewed

> *"If we had to type up these transactions and check data manually, it would've taken our team weeks if not months to get through this amount of data."*
>
> **Capstone Forensic Group**

WRAP UP

Finding What Was Hidden

Transfer matching was the key to proving the unreported profit. Valid8 easily surfaced credit card payments not made from the joint venture bank — pointing directly to the hidden financial picture.