

**NATIONAL UNIVERSITY OF SINGAPORE BUSINESS SCHOOL
DEPARTMENT OF ACCOUNTING**

ACC 3603 Assurance & Attestation

Instructor(s):

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Session: Term 1 (2016/2017)

Reference Textbook

The lecture notes are detailed. But you are free to get the text as reference.

Rittenberg, Schwieger, Johnstone, Geisler, Auditing and Assurance Services – An Asian Edition, Cengage, 2012 (Asian Edition). (“RSJG”)

Course Aims & Objectives

This module provides the knowledge and understanding of the audit process required by assurance and attestation engagements. It aims to ensure students acquire the necessary attitude, skills, and knowledge for a career in auditing, in the accounting profession or in business management.

This is a content heavy module. Students are reminded that they should read the notes for each topic before the lesson.

Prerequisites

ACC1002

Assessment

Case Presentation:	10%
Group Project:	20%
Class Participation:	10%
Final Exam:	<u>60%</u>
	<u>100%</u>

Course Schedule

Week beginning	Week	Activity	Reading References
8 Aug 2016 PH: National Day (Tue)	1	Introduction to Audit and Attestation & the Regulatory Framework: <i>[Notes 1]</i> <ul style="list-style-type: none"> • Concept of Audit & Statutory Audit • Regulatory framework & environment • Auditors Independence including Section C Professional Accountants in Business (eVideo) <i>[Notes 1b]</i> https://breeze.nus.edu.sg/notes1bcodeofethics/ 	RSJG: Ch 1, 2 SSA 200,210 ISCA webpages on standard setting process (http://isca.org.sg/tkc/aa/standards/) Companies Act

15 Aug 2016	2	<p>Introduction to Audit and Attestation & the Regulatory Framework: <i>[Notes 1]</i></p> <ul style="list-style-type: none"> Code of Ethics & Professional Conduct, & <i>Notes 1c</i> Independence Rules Illustration. <p>Professional Clearance Procedures & Engagement Letter <i>[Notes 1d]</i></p> <p>Audit Quality <i>[Notes 1d]</i> (eVideo) https://breeze.nus.edu.sg/qualitycontrol/</p>	<p>Code of Ethics & Professional Conduct (EP100)</p> <p>(http://isca.org.sg/media/777626/code-of-ethics-for-isca-code-of-professional-conduct-and-ethics-2015-clean.pdf)</p>
22 Aug 2016	3	<p>Auditors Liabilities <i>[Notes 2]</i> eVideo – see IVLE Multimedia</p> <p>Audit Planning, Internal Controls & Risk Assessment: <i>[Notes 3]</i></p> <ul style="list-style-type: none"> Audit Risk Model Objectives & General Principles of Planning Obtaining an Understanding of Entity’s Business and Internal Controls Internal Control & Tests of Control (<i>Aspects relating to specific accounts taught under relevant Audit Evidence sub-topics</i>) Preliminary Analytical Procedures Assessing the Risk of Material Misstatement 	<p>RSGJ: Ch 3</p> <p>SSA 300, 315, 320, 330, 450, 520</p>
29 Aug 2016	4	<p>Audit Planning, Internal Control & Risk Assessment (Cont’d):</p> <ul style="list-style-type: none"> Materiality Level Audit Strategy and Approach / Assertions 	<p>RSJG: Ch 3</p> <p>SSA 230, 300, 315, 320, 330, 450, 520</p>
5 Sep 2016	5	<p>Audit Evidence & Internal Control:</p> <ul style="list-style-type: none"> Timing, Documentation & Audit Evidence I <i>[Notes 3b]</i> eVideo https://breeze.nus.edu.sg/timingdocumentation/ Property, Plant & Equipment <i>[Notes 4]</i> Using the work of others <i>[Notes 4]</i> Inventories <i>[Notes 5]</i> 	<p>RSJG: Ch 4, 8, 10, 12</p> <p>SSA 500, 505</p>

12 Sep 2016	6	<p><i>Case Presentation: Ethics, Appointment & Property, Plant & Equipment (Case Set 1)</i></p> <p>Audit Evidence & Internal Control (II): <u>[Notes 6 & 7]</u></p> <ul style="list-style-type: none"> • Sale • Accounts Receivable 	RSJG: Ch 9 SSA 505, AGS 2
Mid-term break			
26 Sep 2016	7	<p><i>Case Presentation: Inventories (Case Set 2)</i></p> <p>Audit Evidence & Internal Control (III): <u>[Notes 8]</u></p> <ul style="list-style-type: none"> • Cash & Bank & LT Loans 	RSJG: Ch 11 SSA 505, AGS 2, 6
3 Oct 2016	8	<p>Audit Evidence & Internal Control (IV):</p> <ul style="list-style-type: none"> • Wages <u>[Notes 9]</u> • Purchases <u>[Notes 10]</u> https://breeze.nus.edu.sg/auditofpurchases/ • Accounts Payable & Equity <u>[Notes 11]</u> 	RSJG: Ch 10
10 Oct 2016	9	<p><i>Case Presentation: Sales & Accounts Receivable (Case Set 3)</i></p> <p><i>Case Presentation: Cash & Bank Audit (Case Set 4)</i></p>	
17 Oct 2016	10	<p><i>Case Presentation: Wages (Case Set 5)</i></p> <p>Audit Review & Reporting to Board/Management/Members (I): <u>[Notes 12]</u></p> <ul style="list-style-type: none"> • Going Concern & Events After Balance Sheet Date <p><i>Project Submission during lessons</i></p>	RSJG: Ch 13, 14 SSA 560, 570, 700, 705, 706
24 Oct 2016	11	<p><i>Case Presentation: Purchases & Accounts Payable (Case Set 6)</i></p> <p>Audit Review & Reporting to Board/Management/Members (II): <u>[Notes 13]</u></p> <ul style="list-style-type: none"> • Finalisation & Audit Report, • Management Representation Letter • Communication on Internal Controls to the Audit Committee (Management Letter) <p>Miscellaneous Topics <u>[Notes 14]</u></p>	<p><u>Audit Review & Reporting:</u></p> <p>RSJG: Ch 13, 14 SSA 580, 700, 701, 705, 706, 720</p> <p>Miscellaneous Topics &</p>

		<ul style="list-style-type: none"> • <i>14a: Computer-assisted Audit Techniques (eVideo)</i> <i>https://breeze.nus.edu.sg/cpteraudit/</i> • <i>14b: Auditing for Not-For-Profit Organisations (eVideo)</i> <i>https://breeze.nus.edu.sg/misc-charities/</i> • <i>14c: Group Audits (eVideo)</i> <i>https://breeze.nus.edu.sg/groupaudits/</i> • <i>14d: Money Laundering and Terrorism Financing</i> • <i>14d: Review engagements for interim financial information and historical financial information. (eVideo)</i> <i>https://breeze.nus.edu.sg/aml-review/</i> 	<u>Auditors Liabilities:</u> RSJG: Ch 6, 15 SSA 600, 610 EP 200 SSRE 2400, SRE 2410
31 Oct 2016	12	<i>Case Presentation: Closeout Procedures/GC/PBSE (Case Set 7)</i> <i>Case Presentation: Audit Report (Case Set 8)</i>	
7 Nov 2016	13	<i>Project Presentation</i> Course Overall Review	
Sat 28 Nov 2016 9am		Final Exam	

IMPORTANT: Please bring along lecture notes of the current and the next week to class, as I will start the next set of notes if there is excess time. URL of the eVideos will be posted on IVLE in due course.

Group Project

More details would be announced later. Tentative dateline for submission of the project will be during the week beginning **17 October 2016** during the classes.

Case Sets & Forum MCQ For Self-Practice

The Case Sets provide a practical illustration of the application of theoretical principles (taught in weeks 1 to 4) on practical scenarios, e.g., the audit of individual accounts (which will be taught in subsequent weeks). As such case presentations will only begin from week 6. Prior to that, MCQ self-practice questions for topics taught in weeks 1 to 4 will be uploaded to IVLE Forum. Students are advised to go through them to enhance their understanding of the topics taught.

Instructions on Case Presentations

A written submission (ppt format) is required for each group assigned to present a case set. Each presentation is not to exceed 32 slides. Marks would be deducted for presenting more than necessary required to answer the questions.

The written submission is to be emailed to biztwe@nus.edu.sg **by the preceding Saturday 12 noon. 5% marks deduction (of case total) would be made for late submissions.** The presentation must be consistent with the written submission.

The focus on the presentation is on the technical content – 7 marks (correctly identifying accounting issue,

audit issue and audit procedures as required in the case), 1 mark for organisation of the presentation and 2 marks for presentation and Q&A ability.

Please restrict your presentation to within 20 minutes and focus on application to the case.

Any intention to make a submission for peer review should be made as soon as possible. The last date where such a submission may be made is **11 November 2016**. Submissions beyond this date will not be entertained.