

Audit

e

o

Procedures

a

i

u



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A – Analytical Procedures

Substantive testing to identify potential misstatements/errors as a substitute for tests of details.



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E – External party confirmation

- ✓ **Positive confirmation** (Eg. Payables/receivables confirmation).
- ✓ **Negative confirmation** (eg. Credit card statement, bank balances).



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I - Inspection

- ✓ Establish the accuracy, reliability or validity of **something**;



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Something, you say?

- ✓ Assets (tangible and intangible);
- ✓ Financial Records;
- ✓ Legal documents;
- ✓ Compliance with laws and regulations;
- ✓ Effectiveness of internal controls;
- ✓ Transactions;
- ✓ Processes.



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O - Observation

- ✓ Looking at a process or procedure being performed by others, e.g., inventory counting by the responsible person or the performance of control activities.
- ✓ Take note that the evidence collected by observation is limited to the point in time.



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U – Undertake recalculation

OK – I cheated on this one!

Checking the mathematical accuracy of documents or records.

- ✓ Manual
- ✓ Electronic



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Thank you!

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