



Audit assertions



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Management Assertions

Audit procedures are designed to obtain evidence about **Management assertions on the financial statements.**

Management assertions are **implied or expressed representations** by Management regarding the financial statements.



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Management Assertions

- ✓ Have been defined by International Standards on Auditing #500;
- ✓ Audit evidence/ procedures depend on the type of assertion;
- ✓ These provide the framework for the audit objectives



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Existence

Assets, liabilities and equity interests exist.



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Occurrence

Transaction and events that have been recorded have occurred during the period and pertain to the entity.



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Completeness

All transactions, events, assets, liabilities and equity interests that should have been recorded have been recorded.



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Accuracy

Amounts and other data relating to recorded transactions and events have been recorded appropriately.



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Rights & obligations

An entity holds or controls the rights to assets, and liabilities are the obligations of the entity.



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Cutoff

Transactions and events have been recorded in the correct accounting period.



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Thank you!

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auditing topics.



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