

## **Course No. 207**

### **Audit and Assurance**

1. **The Concept, Process and Need for Audit and Assurance:** Audit: Meaning and Types of Audit, Objectives and Benefits of Audit, Qualification and Disqualification of Auditors, Appointment and Removal of Auditors, Rights and Duties of Auditors, Assurance Engagements, Elements, Types and levels of Assurance; Distinction between Auditing and Assurance. Development of Audit and other Assurance Engagements.
2. **Legal, Ethical and Audit Issues:** Statutory Audits, Regulatory Environment and Corporate Governance, Auditing Standards, Development and Status of International Standards on Auditing, Relation between National and International Standard Setters, Functions and Role of ICAB for Setting Audit Standards, Audit Profession in Bangladesh, Ethical Standards, Fundamental Principles Underlying IFAC and ICAB Code of Ethics, Ethical Conflict, Threats and Safeguard.
3. **Accepting and Managing Engagements:** Acceptance Procedures of Appointment, Legal Professional and Ethical Considerations, Terms of Engagement and their Documentation.
4. **Planning and Risk Assessment:** Audit Plan, Planning Process, Audit Strategy, Business Risk and Audit Risk, Component of Audit Risk, Risks arising from Error, Fraud and Non-compliance with Law and Regulations, Impact of Risk and Materiality on the Engagement, Analytical Procedures, Materiality, Audit Documentation.
5. **Internal Audit and Internal Controls:** Differences between External Audit and Internal Audit Function, Scope and Limitation of the Internal Audit, Internal Audit Assignment; Internal Control Systems, Use of Internal Control Systems by Auditors, Component of Internal Control including both Manual and IT Environment, Effective Internal Control Systems, Internal Control Questionnaire (ICQ) Internal Control Evaluation Questionnaire (ICE), Tests of Control vs. Substantive Procedure, The Revenue Cycle, Communication on Internal Control.
6. **Audit Evidence:** Need for Evidence, Financial Statement Assertions, Audit Procedures, Sufficient Appropriate Audit Evidence, Audit Sampling, Methods of Audit Sampling, Audit of Specific Items, Relying the work of Others Computer-Aided Audit Technique CAAT).
7. **Review and Reporting:** File Review, Opening Balances and Comparatives, Subsequent Events, Going Concern, Written Representation, Audit Report, Contents of Audit Report Modified Audit Report, Additional Paragraph.