



FAKULTI PENGURUSAN & INDUSTRI HALAL

PROGRAM	Diploma in Accountancy
COURSE NAME	AUDITING
COURSE CODE	AUD 339
CREDIT HOUR	3
SYNOPSIS	<p>This course is an introductory course in auditing. It introduces to students the importance, concept and principles of auditing. It emphasizes the financial statements audit which is a statutory auditing. The course also covers the legal, ethics and professional frameworks that affect auditing and auditors. The course further elaborates on the audit process which includes audit planning, audit procedures, audit evidence, audit documentation and preparation of audit report. The students are then exposed to the internal control systems, the audit of financial statements cycles and the verification of the certain financial statements items.</p>
COURSE STRUCTURE	
CHAPTER	TOPICS
1	<p>Introduction</p> <ul style="list-style-type: none"> 1.1 Definition of auditing 1.2 Objective of financial statements audit 1.3 Distinction between auditing and accounting 1.4 Management and auditor's responsibilities 1.5 Demand for auditing 1.6 Types of audits and auditors 1.7 Auditing Profession
2	<p>Audit Regulation</p> <ul style="list-style-type: none"> 2.1 Companies Act 2016 2.2 MIA By-Laws (On Professional Ethics, Conduct and Practice) 2.3 Standards on auditing
3	<p>Audit Planning and Fieldwork</p> <ul style="list-style-type: none"> 3.1 Pre-plan: client's acceptance 3.2 Scope of financial statements audit 3.3 Knowledge of client's business and industries 3.4 Client business risk 3.5 Internal Control System 3.6 Preliminary analytical procedures 3.7 Materiality, Audit Risks and Sampling 3.8 Audit procedures



	3.9 Audit evidence 3.10 Audit documentation
4	Audit of Financial Statement Cycles 4.1 Types of financial statement cycles 4.2 Component in financial statements cycles 4.3 Audit procedures for financial statement cycles
5	Audit of Statement of Financial Position and Statement of Profit or Loss and Other Comprehensive Income 5.1 Audit procedures for statement of financial position – account balances and disclosures 5.2 Audit procedures for statement of profit or loss and other comprehensive income
6	Audit Report 6.1 Elements of audit report 6.2 Types of audit report and opinion 6.3 Key audit matters
7	Contemporary Issues and Developments in Auditing. 7.1 Industry Revolution 4.0 and its impact on auditing profession 7.2 Transnational audit 7.3 Other issues (impact of IT to audit, cyber security and audit, professional skepticism & professional judgment, expectation gap, issues in relation to independence & the fundamental principles of professional behavior, AOB)
References:	1. Arens, A.A., Elder, R.J., Beasley, M.S., Adapted by Noor Afza A., Faudziah Hanim, Nor Zailina, Mohamad Naimi & Rohami. (2014). <i>Auditing and assurance services in Malaysia: An Integrated Approach</i> (3rd ed.). Malaysia: Pearson. 2. Ayoib C.A, Hasnah H, Mazrah M., Zalailah S., Hilwani H., Norziaton I. K., Sherliza P. N., (2018) Fundamentals of Auditing. Oxford 3. Companies Act 2016. 4. MIA By-Laws (On Professional Ethics, Conduct and Practice). 5. Malaysian Approved Standards on Auditing (MASA).