

# Financial Accounting

Part D: Audit

# Audit

- Internal or External
- External Audit must be performed by CA or CGA in Canada
- External Audit is required for public companies

# Audit vs. Forensics

Audit checks that you are consistent with the rules.

Forensic accountants dig for the untold story.

# Agency Problem

Who hires the auditor?

Who hires the forensic accountant?

# BitCo / SitCo Web Site

You're now the embattle spouse of a BitCo principal. The divorce is proceeding and you've been told BitCo is loosing money. You suspect this is inaccurate because you know about the big SitCo web site deal. BitCo has submitted financial statements as part of the divorce proceedings. What should you look for?