# Solution

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|  | **Assertions** | | | | |
| **Risk: Cash & Cash Equivalents** | Existence | Completeness | Rights & Obligations | Valuation | Presentation & Disclosure |
| The size of the account or disclosure is significant |  |  |  |  | X |
| There are a significant number of bank accounts and/or various types of accounts exist | X | X |  |  |  |
| The exchange rates of foreign currency are volatile |  |  |  | X |  |
| The volume of cash activity is high | X | X |  |  |  |

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|  | **Assertions** | | | | |
| **Risk: Trade Payables** | Existence | Completeness | Rights & Obligations | Valuation | Presentation & Disclosure |
| Our prior audit experience indicates that there have been frequent misstatements in the account balance |  |  |  | X |  |
| Complex or unusual transactions occurred at or near the end of the year | X |  |  |  |  |
| Trade payables documentation is susceptible to manipulation by the entity’s staff | X | X |  |  |  |
| Significant purchases and disbursements in foreign currencies occur |  |  |  | X |  |

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|  | **Assertions** | | | |
| **Risk: Sales** | Occurrence | Completeness | Measurement | Presentation & Disclosure |
| Our prior audit experience indicates that there have been frequent errors in the account balance | X | X | X |  |
| Large and/or unusual sales agreements exist |  | X | X | X |
| The economy has weakened during the period |  |  | X |  |
| The prices for products or services change frequently |  |  | X |  |

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|  | **Assertions** | | | | |
| **Risk: PPE** | Existence | Completeness | Rights & Obligations | Valuation | Presentation & Disclosure |
| Recording an asset at the wrong amount |  | X |  | X |  |
| Accounting for complex or unusual transactions incorrectly |  | X |  | X | X |
| Recording fixed asset additions in the wrong GL account |  |  |  |  | X |
| Processing unauthorized transactions |  |  | X |  |  |
| Recording an asset that does not exist | X |  | X |  |  |
| Recording a fixed asset addition before the asset is physically or is ready for use | X | X |  |  |  |
| The total for fixed assets is different between the sub-ledger and the general ledger | X | X |  |  | X |