



**NATIONAL OPEN UNIVERSITY OF NIGERIA  
14-16 AHMADU BELLO WAY, VICTORIA ISLAND LAGOS  
MARCH/APRIL 2016 EXAMINATION  
SCHOOL OF MANAGEMENT SCIENCES**

**Course Code:** ACC 411

**Course Unit:** 3

**Course Title:** Advanced Audit and Assurance

**Time Allowed:** 2 ½ Hours

**Instructions:**

- 1. Attempt question number one (1) and any other (3) questions.**
- 2. Question number 1 carries 25 marks, while the other three (3) questions carry 15 marks each.**
- 3. Present all your points in coherent and orderly manner**

**QUESTION 1**

- A. What is audit evidence? (3marks)
- B. Discuss the various types of audit tests. (6marks)
- C. Discuss the three different types of audit risks. (6marks)

**QUESTION 2**

- A. What is the difference between error and fraud? (5marks)
- B. What are the various elements peculiar to assurance engagement? Discuss. (10marks)

**QUESTION 3**

Accounting Units are classified into the following three groups; explain each of them with examples.

- A. Self-Accounting Units
- B. Non-Self Accounting Units
- C. Sub-Accounting Units. (5marks each =15marks)

**QUESTION 4**

- A. What is a joint audit? (3marks)
- B. What are the responsibilities of the joint auditors? (12marks)

**QUESTION 5**

Discuss the implications of insolvency on corporate governance and going concern. (15marks)

**QUESTION 6**

Outline the various penalties and fines as prescribed by SOx that is directed to those in charge of corporate governance. (15marks)