



**NATIONAL OPEN UNIVERSITY OF NIGERIA**  
**Plot 91, Cadastral Zone, Nnamdi Azikwe Express Way, Jabi-Abuja**  
**Faculty of Management Sciences, Department of Financial Studies**  
**October/November Examination 2016**

**COURSE CODE:** ACC411  
**COURSE TITLE:** Advanced Audit and Assurance  
**CREDIT UNIT:** 3  
**TIME ALLOWED:** 2 Hours 30 minutes.

**INSTRUCTION:**

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) Differentiate between compliance test and substantive test. (12.5 marks)
- (b) Explain any five functions of the treasury department. (12.5 marks)

**QUESTION 2**

Describe the basic steps to be taken by an auditor in order to express an opinion on client's financial statements. (15marks)

**QUESTION 3**

- A. Highlight the auditors' role in systems development life cycle. (7.5marks)
- B. Explain the application of COBIT in Business Process (7.5marks)

**QUESTION 4**

- (a) What are the benefits to be derived from well-drawn up and properly organised audit working papers? (3marks)
- (b) Explain each of the professional ethical principles in your own understanding. (12marks)

### **QUESTION 5**

What is the provision- according to Section 368 of CAMA, for the liability of auditors for negligence? (15marks)

### **QUESTION 6**

- (a) There are two types of fraud that can cause material misstatement in financial statements. Discuss. (5marks)
- (b) Discuss the various duties of the ICPC, as stipulated in Section 3 of the Anti-Corruption Act. (10marks)