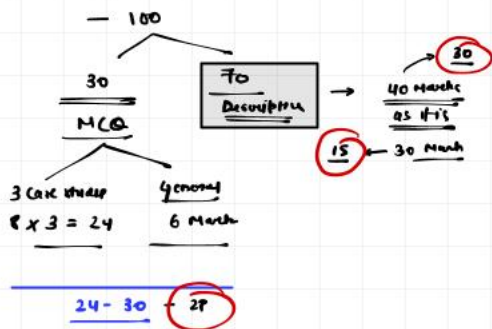


1. Understand →
2. Memorise →
3. Read —
4. Questions
5. DPP, Practice test, Live MCQ, M7

Your Role

- Attend all live classes
- Participation — chat, T4, TD
- Review —
- Practice, Test
- Consistency

Paper Pattern



- Sit distraction free
- Participate
- Learning Attitude
- TRUST → yourself, Me, My team - Own System

88% → 60

NOTE: →

A for Audit

II → AIC → Journal entry

- M - ₹ 1000000
- IE - ₹ 100000

A			
M	A/c	Dr	10
IE	A/c	Dr	1
	To	Bank	11

B ✓	
M	11
To	B 11



AFRF

A FRF

- Measures
- Amount
 - Classification
 - Presentation
 - Disclosure

FRF — Guideline → F.I —

- AS
- Ind AS
- Schedule
- US - GAMP

- A - Amount
- C - classification
- P - Presentation
- D - Disclosure

• FRF — ACPD

• AFRF

A — IE

— FI → I-PI → FS Structure
FAF

— E

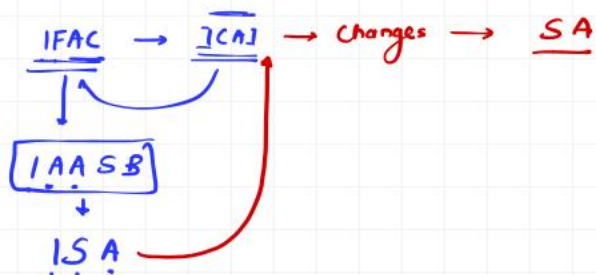
— O

A/Cs → AS/Ind AS - Uniformity

Audit → SAs
Standards on Audits

→ Engagement str

SA



SA 200 200 210²¹⁰ 230²⁴⁰ 250 260 265 299

SA 300

SA 400

SA 500 Audit Evidence

SA 600

SA 700

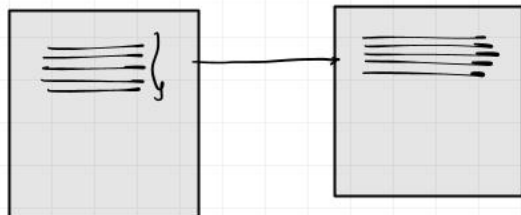
Objective of Auditor

Conduct of an Audit in

SA 200 → OOIA - CASA According

to SA's

Overall Objective of
an Independent
Auditor



Opinion

Reasonable Assurance

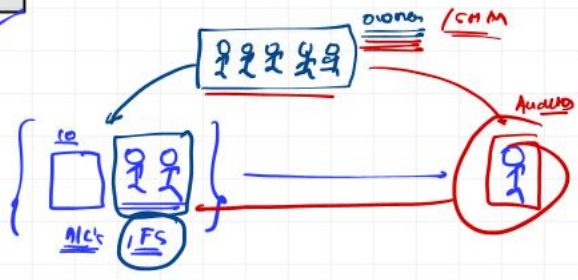
100% Guarantee xxx
xxx

FS

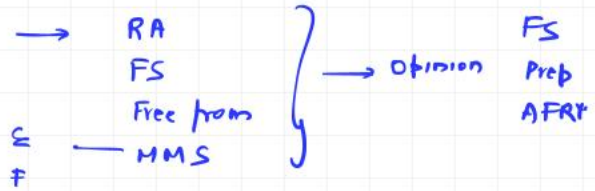
Free

from

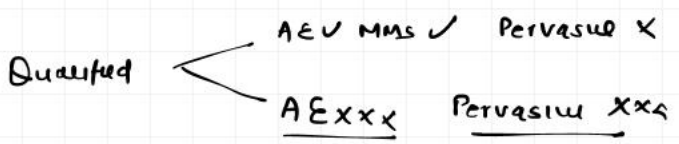
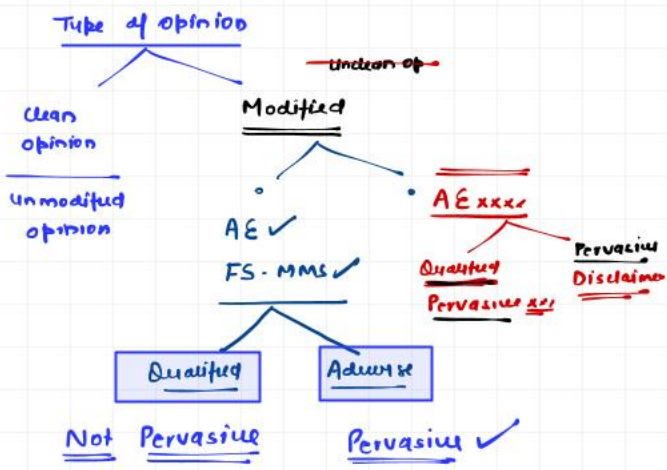
Material Mistake

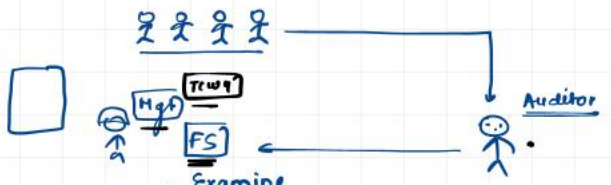


- FS
- Obtain - RA
- FS
- Free from
- > Material Mistake



Report
Community





- Examine
- Evidence
 - RA FS - HMC
 - FS - Prep - AFRF
- Conclusion
- opinion
- Report

Super Duper Ltd. is a company engaged in the manufacture of office furniture. M/s Young Old & Associates are the statutory auditors of the company for the FY 2021-22. During the year under audit, the engagement partner CA Young noticed that the company has not bifurcated its loans into long term and short term. CA Young understands that such misstatement is not pervasive though the same is material.

Explain the type of opinion that should be given by M/s Young Old & Associates in this case.

SOLUTION

M/s Young Old & Associates should give a qualified opinion as the effect of the misstatement on account of the non-bifurcation of loans into long term and short term loans, is material but not pervasive.

M/S Taj Raj & Associates are the statutory auditors of Polex Ltd. engaged in the manufacture of premium watches, for the FY 2021-22. During the course of audit, CA Taj, the engagement partner found that the stocks and debtors of the company constituting about 80% of the total assets of the company are not realisable

CA Taj is of the view that the impact the situation on the financial statements is material and pervasive and thus, the financial statements represent a distorted view of the state of affairs of the company

CA. Sarasbhai Patel, while conducting audit of an entity, feels that there is an atmosphere of non-cooperation all around. He has not been provided with necessary support for attending inventory count process of entity as at year end. Besides, CFO is not providing him present addresses of customers as well as suppliers for sending external confirmations. Even mail ids have not been provided on the pretext of business confidentiality.

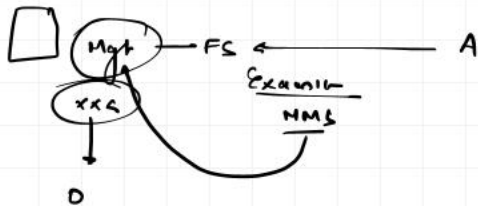
He was not able to verify revenues of entity due to lack of complete details. For verifying expenses, he has been asking for bills on a sample basis, but staff has been making lame excuses. The matter was brought to knowledge of higher echelons of management, but of no avail. The auditor feels that there could be misstatements and their possible effects would be material and affecting many aspects of financial statements.

What type of opinion should be expressed by auditor?

Pervasiul

90% — 98%

CA Exams — They don't Study Properly
Student Teachers



SA200 - OOIA CASA

- Objective → RA FS free MMS FIE
 FS - Prepared - AFRF
 Report
 Communicate

• → Premises

AFRF - Acceptable

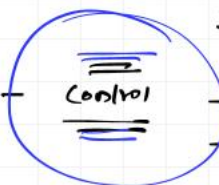
- Mgt - A/U - PPS - AFRF
- DIM-IC - PPS_{AFRF}
- Info - All info
 - Add
 - URA

Internal Control



→ उत्तर

→ Respond



Internal Cont



Humid

Umbrat

Sacy

• Bits →

• →

Fay

1. Engagement - Appointment

2. Planning - SA300

3. Maintenance - SA320

4. Risk Assess 315 } → C2
330 }

5. Respond - Further Audit Procedures

6. { Evidence 500, 501, 505, 510 } → C4

7. Conclusion → Opinion → Report

Documentation

Cp

E
P
N

→ SA315

Risk-Assessment

- Understand

- Entity

- Environment

- Internal Control → Q-PA

A

B

(B)

APX

✓

SODY

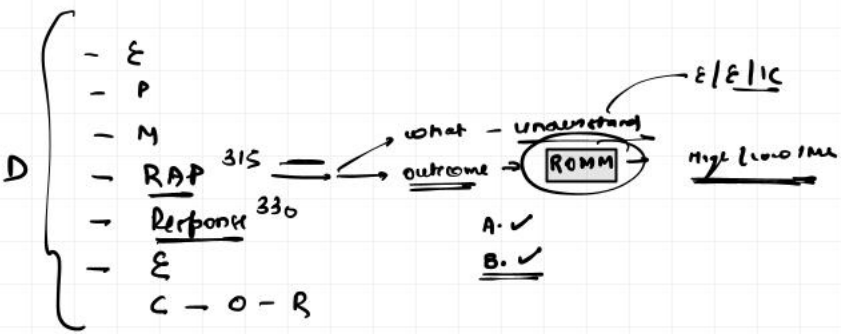
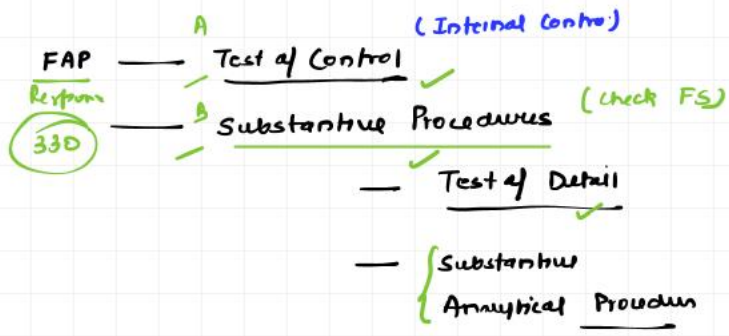
✓

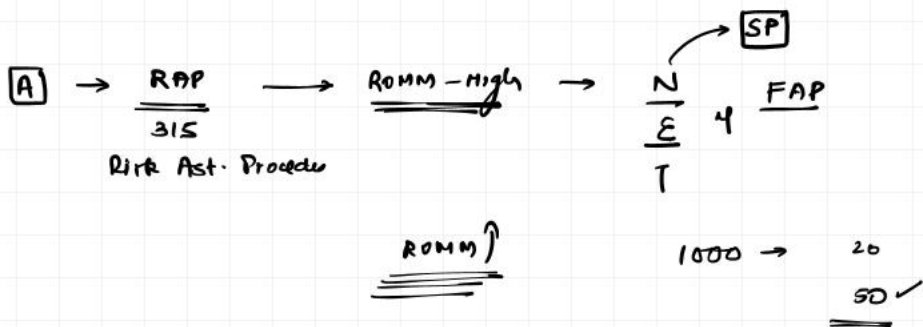
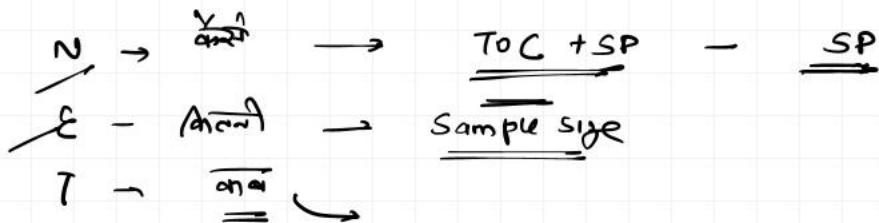
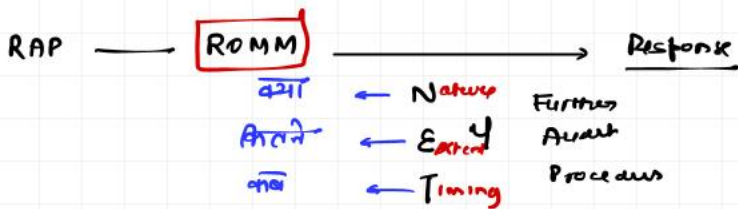
REXX

✓

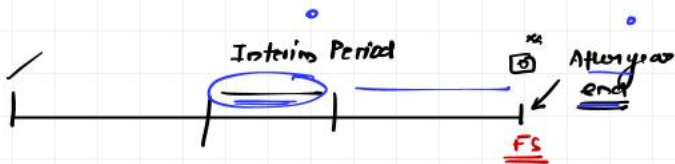
Response - Further Audit Procedures

B FS - ROMM Low

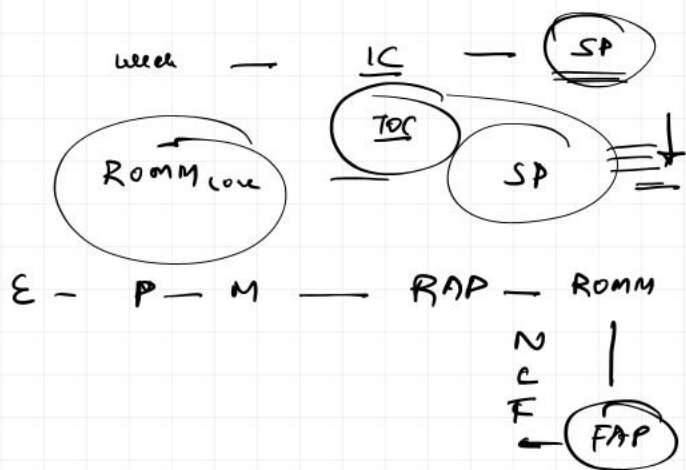


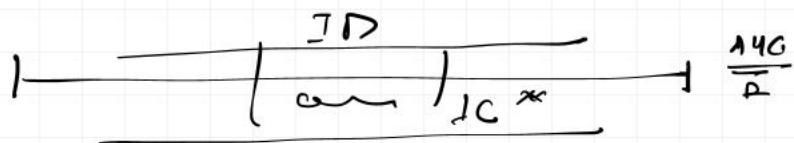


Timing



- High ROMM → Interim Period ~~XXXX~~
 IC weak → After year end demand ↑
- Low ROMM → Interim Period ✓
 IC strong → After year end ↓





ROMM