



UNIVERSITI TEKNOLOGI MARA

AUD719: AUDIT AND INVESTIGATION

Course Name (English)	AUDIT AND INVESTIGATION APPROVED
Course Code	AUD719
MQF Credit	3
Course Description	This course is designed to provide an overview of the development, implementation and current issues of auditing. It provides an understanding of the concepts and principles in auditing. Topics discussed include auditor's responsibility, audit planning, control issues, assurance services and impact of technology in audit process. It also examines the audit practice and methodology within the statutory and regulatory requirements and behavioral aspects of auditing.
Transferable Skills	Confident Ethically and Socially Sensitive Effective Communicator Resourceful and Responsible Reflective Learner
Teaching Methodologies	Lectures, Discussion, Presentation, Journal/Article Critique
CLO	CLO1 Demonstrate effective interpersonal skills in task related to reports on audit engagements on audit and investigation. CLO2 Demonstrate values in task related to professional and ethical framework on audit and investigation. CLO3 Evaluate audit findings and any inconsistencies on internal control system in relation to audit and investigation.
Pre-Requisite Courses	No course recommendations
Topics	
1. THE ROLE OF AUDITING AND REGULATORY ENVIRONMENT 1.1) Demand for Auditing 1.2) Audit Profession (External, internal & forensic auditors) 1.3) Professional and Ethical considerations (MIA By LAW, ISSPIA and Code of ethics as a Forensic Auditors) 1.4) Fraud and error 1.5) Auditor's responsibility in detecting fraud 1.6) Management's responsibility in detecting fraud	
2. PLANNING AND CONDUCTING AN AUDIT 2.1) Audit Planning, materiality and assessing the risk of material misstatement 2.2) Audit evidence and testing considerations 2.3) Audit Procedures and evidence evaluation 2.4) Related parties 2.5) Using the work of internal auditor 2.6) Reliance on the work of experts 2.7) Impact of outsourcing on an audit	
3. UNDERSTANDING INTERNAL CONTROL AND EVALUATION OF CONTROL RISK 3.1) Components of internal control (COSO Framework) 3.2) Types of internal controls (detective, preventative and corrective). 3.3) Internal control procedures in preventing fraud 3.4) Understanding and documenting the internal controls 3.5) Evaluation of internal controls 3.6) Assessing Control Risk 3.7) Tests of Controls	

4. SUBSTANTIVE TESTS

- 4.1) Management assertions and audit objectives
- 4.2) Audit sampling and other selective testing procedures
- 4.3) Audit of specific items (Receivables, Inventory, Payables and accruals and bank and cash)

5. COMPLETION AND ENGAGEMENT REVIEW

- 5.1) Analytical Review
- 5.2) Going Concern Considerations
- 5.3) Review for subsequent Events, Contingencies and Commitments
- 5.4) Opening Balances and Comparatives Figures
- 5.5) Audit of Accounting Estimates
- 5.6) Management Representations

6. AUDIT IN A COMPUTERIZED BASED ENVIRONMENT

- 6.1) Effects of computerization on audit process
- 6.2) Internal controls in computerized system
- 6.3) Computer Assisted Audit Techniques (CAATs)
- 6.4) Certified Information System Auditor (CISA)

7. REPORTING

- 7.1) The form and content of unmodified auditor's report
- 7.2) Key audit matters
- 7.3) Formulation an Audit Opinion on Statutory Accounts
- 7.4) Actions when an auditor's report is modified
- 7.5) Communication with those charged with governance

8. FORENSIC AUDIT

- 8.1) Introduction to Forensic Audit
- 8.2) Fraud Prevention and Detection
- 8.3) Fraud investigation
- 8.4) Forensic tools and kits
- 8.5) Report Writing

9. CURRENT ISSUES AND INTERNATIONAL DEVELOPMENTS

- 9.1) Professional ethics
- 9.2) Fraud risk assessments
- 9.3) Social and Environmental audit
- 9.4) Transnational audit
- 9.5) Public Sector audit

Assessment Breakdown	%
Continuous Assessment	60.00%
Final Assessment	40.00%

Details of Continuous Assessment	Assessment Type	Assessment Description	% of Total Mark	CLO
	Group Project	Current Issues	20%	CLO1
	Individual Project	Based on the case study given	10%	CLO1
	Presentation	Presentation depends on the chapters in the syllabus	10%	CLO2
	Test	Two questions are given based on the chapters	20%	CLO3

Reading List	Recommended Text	<ul style="list-style-type: none"> • 1. Eilifsen A., Messier J. W. F., Glover S. M. Prawitt F. D, <i>Auditing and Assurance Services</i>, 2nd Ed., McGraw-Hill Education UK • 1. Hopwood W. S., Leiner J. J. and Young G. R, <i>Forensic Accounting and Fraud Examination</i>, 2 Ed., McGraw-Hill International Edition UK
Article/Paper List	This Course does not have any article/paper resources	
Other References	This Course does not have any other resources	