

A STUDY ON THE UTILITY  
OF AUDIT REPORT

BY:

AB. JALIL BIN SUHADI

METRIC NO : 90651963

ADVANCED DIPLOMA IN ACCOUNTANCY

SCHOOL OF ACCOUNTANCY.

MARA INSTITUTE OF TECHNOLOGY

SHAH ALAM

SELANGOR DARUL EHSAN

## PREFACE

This project paper was written to comply with the course requirement for the Advanced Diploma in Accountancy. This is one of the final semester and year requirements which is meant to develop a student's ability to find and to interpret the materials available.

Apart from that, the research is also meant for the student to put into practice whatever principles and theories he has learnt in the course.

It is also one of the objectives of this course to give students the necessary experience in organising materials on a large scale.

Advanced Diploma in Accountancy  
School of Accountancy  
Mara Institute of Technology  
Shah Alam  
Selangor Darul Ehsan.

Date : 8 FEBRUARY 1993.

## ACKNOWLEDGEMENT

This research will not have been written without the support and contributions of many individuals. I would like to take this opportunity to express my gratitude to all those individuals.

I would like to forward the utmost thanks to Mr. Andrew Leong Fook Chee, my advisor for this project paper, for being very supportive and helpful.

I also want to thank Tuan Haji Sahir bin Haji Sanawi P.A (M), FCCA, ACMA, DMS, AICA, CPA from Sahir & Co and Encik Ammiruddin bin Mustaffa, Loan Executive from Mayban Finance, Shah Alam Branch for their kindness in providing me with all the valuable information that make this report a success.

Last but not least, to all the shareholders and to all my friends that have helped me by contributing ideas and comments.

"THANK YOU"

## TABLE OF CONTENTS

|                                 |       |
|---------------------------------|-------|
| PREFACE                         | (i)   |
| ACKNOWLEDGEMENT                 | (ii)  |
| ABSTRACT                        | (iii) |
| LIST OF TABLES                  | (iv)  |
| LIST OF APPENDICES              | (v)   |
| CHAPTER ONE : INTRODUCTION      |       |
| Introduction                    | 1     |
| Objective of Study              | 4     |
| Scope of the Study              | 4     |
| Limitation of Study             | 5     |
| a.Time                          | 5     |
| b.Data                          | 5     |
| c.Financial                     | 6     |
| d.Accuracy                      | 6     |
| CHAPTER TWO : LITERATURE REVIEW |       |
| Literature Review               | 8     |

|                 |                           |    |
|-----------------|---------------------------|----|
| CHAPTER THREE : | METHODOLOGY               |    |
|                 | Methodology               | 19 |
|                 | Secondary Data            | 19 |
|                 | Primary Data              | 20 |
|                 | Data Collection Technique | 20 |
|                 | a. Questionnaire          | 20 |
|                 | b. Personal Interview     | 21 |
|                 | c. Sampling               | 22 |

|                |               |    |
|----------------|---------------|----|
| CHAPTER FOUR : | DATA ANALYSIS |    |
|                | Data Analysis | 23 |

|                |                                 |    |
|----------------|---------------------------------|----|
| CHAPTER FIVE : | CONCLUSIONS AND RECOMMENDATIONS |    |
|                | Conclusions                     | 39 |
|                | Recommendations                 | 45 |

BIBLIOGRAPHY

APPENDICES