

Course Unit Title	Auditing Theory and Practice II		
Course Unit Code	ABSA411		
Type of course unit:	Elective		
Level of course unit:	Bachelor (1st Cycle)		
Year of study:	3		
Semester when the unit is delivered:	6 (Spring)		
Number of ECTS credits allocated	6		
Name of lecturer(s):	Dr. Michalis Makrominas		
Learning Outcomes of the course unit	<p>By the end of the course, the students should be able to:</p> <ol style="list-style-type: none"> 1. Identify and explain the different components of audit risks and understand their significance to planning the audit. 2. Describe and evaluate accounting and internal control systems and identify and communicate control risks, potential consequences and recommendations. 3. Explain the importance of audit evidence and apply this knowledge to material aspects of the financial statements. 4. Examine the procedures undertaken at the review stage of the audit. 5. Construct suitable audit reports based on mini-case study scenarios. 6. Issue appropriate audit opinions based on case-studies. Produce relevant documentation in emphasis matter, qualification, disclaimer of opinion and/or adverse opinion. 		
Mode of Delivery	Face-to-face		
Prerequisites	ABSA408	Co-requisites	NONE
Recommended optional program components	NONE		
Course Contents	<p>Audit evaluation and planning: Engagement letters. Developing an audit plan. Sources of audit evidence. Establishing materiality levels, statistical sampling and size. Audit and business risk. Substantive analysis at the planning stage. Designing, documenting and re-evaluating the audit plan.</p> <p>Internal Controls and Audit Testing: Internal controls, objectives, procedures and tests of control. Computer systems and internal controls.</p> <p>The Income Statement Audit: Auditing the sales and purchases system. Auditing wages, cash and various other systems.</p> <p>The Balance Sheet Audit-Assets: Audit procedures, controls and tests for: Inventories, Non-current assets; Receivables, Cash and other current assets.</p> <p>The Balance Sheet Audit-Liabilities and Equity: Audit procedures and tests for: Current and non-current Liabilities, Share capital and reserves.</p> <p>Finalizing the Audit: The final review stage. Reviewing the truth and fairness of financial statements. The audit report and the potential effects of qualifications.</p> <p>Issuing Audit Opinion: Issue appropriate audit opinions and produce relevant</p>		

	documentation in emphasis matter, qualification, disclaimer of opinion and/or adverse opinion.
Recommended and/or required reading:	
Textbooks	<ul style="list-style-type: none"> • Kaplan Publishing, F8 Audit and Assurance, Kaplan Publishing, Edition, 2015.
References	<ul style="list-style-type: none"> • Alan Millichamp and John Taylor, Auditing, South Western Publishing, 9th Edition, 2008. • Iain Gray and Stuart Manson, The Audit Process: Principles, Practice and Cases, Fourth Edition, Thomson Learning, 2008. • Graham Cosserat and Neil Rodda, Modern Auditing, 3rd Edition, John Wiley, 2008.
Planned learning activities and teaching methods	The taught part of course is delivered to the students by means of lectures. Lecture notes and presentations are available through the web for students to use in combination with the textbooks. Lectures are supplemented with class exercises carried out in class and via homework. The students will be asked to complete an assignment during the course.
Assessment methods and criteria	Assignments 20% Tests 20% Final Exam 60%
Language of instruction	English
Work placement(s)	NO