



## KOMAR UNIVERSITY OF SCIENCE AND TECHNOLOGY (KUST)

COURSE SYLLABUS FOR AUDITING			
<b>Course Title</b>	<b><u>AUDITING</u></b>		
<b>Course Code</b>	<b><u>ACC4340</u></b>	<b>No. of Credits</b>	<b><u>Three Credit Hours (3 CHs)</u></b>
<b>Department</b>	<b><u>Accounting</u></b>	<b>Collage</b>	<b>College of Business</b>
<b>Pre-requisites Course Code</b>	<b><u>ACC3330</u></b>	<b>Co-requisite Course Code</b>	<b><u>ACC3330</u></b>
<b>Course Instructor</b>	Mustafa Hassan Mohammad Adam, PhD		
<b>Email</b>	mustafa.hassan@komar.edu.iq	<b>IP No.</b>	<b>104</b>
<b>Course Other Teacher(s) /Tutor(s)</b>	None		
<b>Teaching Hours</b>	<b>Sunday:</b> 10:00 pm - 11:30 pm	<b><u>Lecture Hall No. 201</u></b>	
	<b>Tuesday:</b> 10:00 pm - 11:30 am	<b><u>Lecture Hall No. 201</u></b>	
<b>Contact Hours</b>	<b>Monday:</b> 08:00 am - 10:00 am	<b><u>(Office No. 311)</u></b>	
	<b>Wednesday:</b> 08:00 am - 10:00 pm		
	<b>Thursday:</b> 10:00 pm - 14:00 pm or by appointment, also you can send an email at any time.		
<b>Course Type</b>	Core Course		
<b>Offer in Academic Year</b>	Fall 2015/2016		
<b>COURSE DESCRIPTION:</b>			
<p>This module provides understanding to the auditing concepts and procedures of external auditing and internal control. It introduces the important and increasing role of auditors in guiding the organizations. It provides a foundation in assurance, attestation, and auditing fundamentals for future auditing, financial, managerial, systems and tax professionals. The emphasis of this course is on conceptual, theoretical and practical aspects of auditing financial statements. Upon completion of this course, students will be able to apply professional auditing standards and appropriate audit and other procedures to auditing, assurance and attestation engagements. After completing this course, students will be familiar with key topics including reporting; professional standards and ethics; legal liability; audit objectives, evidence, and documentation; planning and analysis; materiality and risk; internal control; audit sampling; and computer auditing.</p>			
<b>COURSE OBJECTIVES:</b>			
<p>To provide an understanding for the nature, role, purpose and scope of internal control and internal and external audit, and the need of independent person for this profession, and identifying areas of control risk, and application the results of these procedures to develop the concept of quality control in audit, and the use of evidence and the need for good documentation as to work performed. Therefore, the course main objectives are:</p> <ol style="list-style-type: none"> <li>a) To understand the theory, concepts, professional and legal standards and procedures underlying audits of financial statements by independent public accountants.</li> <li>b) To understand how to audit specific cycles and accounts.</li> <li>c) To supplement the course material with practical applications which illustrate the above-mentioned?</li> </ol> <p>The course is designed to help achieve an in-depth understanding of Auditing that sufficient to practice the profession of accounting and to solve problems at the level tested on the professional examinations such as CPA, and CA.</p>			



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## COURSE LEARNING OUTCOMES (CLO):

After completing this course, students are expected and be able to:

- (1) Properly **explain** and comprehend the nature of audit and other assurance services.
- (2) **Understand** the role and function of external auditor.
- (3) Illustrate, **distinguish**, and **uunderstand** the internal control and control risk.
- (4) **Understand** and **apply** the cost accounting techniques for **evaluation, analysis** and **application** in managerial decision making.
- (5) **Assess, evaluate**, and **apply** the auditing process to the operation cycles
- (6) **Compare, apply** and **contrast** marginal and absorption Auditing methods in respect of reporting; and absorption Auditing approaches in businesses environments;
- (7) **Prepare, interpret**, and **communicate** auditing reports according to national and international standards while considering ethics of reporting.

**Skill set required: Level C:** levels of knowledge, comprehension, application and analysis.

## COURSE CONTENT:

- Topic 1: Introduction to Audit and Assurance Services.  
 Topic 2: The Public Accounting Profession - Types of audits and Types of auditors.  
 Topic 3: Audit Reports: Legal Liability and Professional Ethics  
 Topic 4: Audit Responsibilities and Objectives: i) Audit Evidence ii) Audit Planning and Analytical Procedures, iii) Materiality and Risk and Internal Control and Control Risk  
 Topic 5: Audit of The Sales and Collection Cycle: Tests of Controls and Substantive Tests of Transactions .  
 Topic 6: Audit of The Acquisition and Payment Cycle: Tests of Controls, Substantive Tests of Transactions, and Accounts Payable .  
 Topic 7: Study Cases.

## GRADING POLICY

<u>Grades</u>	<u>Letter</u>	<u>GPA</u>	<u>Grades</u>	<u>Letter</u>	<u>GPA</u>
95-100%	<b>A</b>	4.0	70-74%	<b>C</b>	2.0
94-90%	<b>A-</b>	3.7	<b>65-69%</b>	<b>C-</b>	<b>1.7</b>
87-89%	<b>B+</b>	3.3	60-64%	<b>D+</b>	1.3
83-86%	<b>B</b>	3.0	55-59%	<b>D</b>	1.0
80-82%	<b>B-</b>	2.7	50-54%	<b>D-</b>	0.7
75-79%	<b>C+</b>	2.3	0-49%	<b>F</b>	0.0

*Note: Passing Grade is 65% and above*

## COURSE TEACHING AND LEARNING ACTIVITIES

1. **Lectures:** The lectures provide a broad introduction to each topic and emphasis key concepts.
2. **Case Studies:** the numerous Case Studies are an important learning tool, integrated closely with the theoretical materials presented in each chapter.
3. **Chapter Summaries:** Every chapter ends with a brief, nontechnical summary of its major lessons. Students can use the summaries to place the material in perspective and to review for exams.
4. **Quick Quizzes:** There are some announced quizzes.
5. **Feedback:** Feedback on student progress will be given throughout the course.
6. **Class participation and Presentation:** Class participation is encouraged and will enhance your knowledge and influence your grade.
7. **Examinations:** Examinations (mid-term and final) are all comprehensive in nature.



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<b>COURSE ASSESSMENT Tools</b>		
<u>Assessment Tool</u>	<u>Description</u>	<u>Weight</u>
<b><u>Participation</u></b>	This includes class participation, email interaction with the teacher, discussion forum and problems solving.	<b><u>10%</u></b>
<b><u>Presentation</u></b>	Presentation of case study (mini-project).	<b><u>20%</u></b>
<b><u>Homework and Assignments</u></b>	Homework must be turned in at the specified due date prior to the beginning of class. No late homework assignments will be accepted.	<b><u>10%</u></b>
<b><u>Quizzes</u></b>	there are three quizzes, which the students are supposed to appear in (one is optional).	<b><u>10%</u></b>
<b><u>Mid-Term</u></b>	One mid-term exam will be conducted (theoretical and problems solving).	<b><u>20%.</u></b>
<b><u>Final Exam</u></b>	The final examination will be comprehensive of all the course materials.	<b><u>30%.</u></b>
<b>ESSENTIAL READINGS: (Journals, textbooks, website addresses etc.)</b>		
Textbook	Alvin A. Arens, Randal J. Elder, Mark S. Beasley; contributing author Chris Hogan <b>Auditing and assurances services</b> 14 <sup>th</sup> edition 2014,. McGraw-Hill	
Additional Resource	i. Timothy Louwers, Robert Ramsey, et. al. <b>Auditing and Assurance Services</b> , – 3rd edition, Irwin - McGraw-Hill, 2008 (ISBN: 0-07-337936-0). iii. However it is your responsibility to follow the class material, because I will closely follow and assign problems from the text book and other books of Cost.	
<b>COURSE POLICY (including plagiarism, academic honesty, attendance etc)</b>		
Attendance Policy	KUST Academic Policy <a href="http://sar.komar.edu.iq/files/Student%20hand%20Book%202013.pdf">http://sar.komar.edu.iq/files/Student%20hand%20Book%202013.pdf</a> Attendance: <ul style="list-style-type: none"> <li>❖ Students are expected to <b>attend all lectures</b> and must <b>attend all examinations, quizzes, and practical exercises.</b></li> <li>❖ Faculty <b>need not</b> give substitute assignments or examination to students who miss classes <b>without official permission.</b></li> <li>❖ Student must arrange with the faculty to <b>make-up</b> the missed class.</li> <li>❖ Students are subject to the regulation and policies mentioned in the <b>KUST Student Handbook.</b></li> <li>❖ KUST guidelines for lateness are as follows: <b>Three occasions of lateness count as one absence.</b> (you can be considered in lateness from the 10<sup>th</sup> minute).</li> </ul>	
<b>GUIDELINES FOR SUCCESS</b>		
The following points may help the students to success: i. Attend all lectures, pay attention, participate during the classes, and keep asking questions. ii. Be prepare for the classes, quizzes, and examinations ahead of time schedule. iii. Need not to memorize everything, instead of that try to understand and enhance your knowledge. iv. Ask for help from your teacher or classmates and don't feel shy for acquire of knowledge and understanding of subject matter. v. Take note during the lecture. <b>NOTE: students are required to bring their notebooks, pens and not to engage themselves with cell-phones.</b>		
<b>REVISION TO THE SYLLABUS</b>		
This syllabus is subject to change, it is the responsibility of the instructor to let the students be informed and aware of such change, if, happened, in a timely fashion after the approval of Quality Assurance Office (QAO).		



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Week	Beginning/ End Dates	Topics (Chapters)	Course Assessment	CLO
1	Lecture -1 Lecture -2	<ul style="list-style-type: none"> <li>• <b>Introduction to Audit and Assurance Services:</b></li> <li>• Definitions.</li> <li>• Principles of Auditing</li> </ul>		1 & 2
2	Lecture -3 Lecture -4	<ul style="list-style-type: none"> <li>• The Demand for Reliable Information</li> <li>• Understanding Assurance Services</li> </ul>		1 & 2
3	Lecture -5 Lecture -6	<ul style="list-style-type: none"> <li>• <b>The Public Accounting Profession:</b></li> <li>• Types of audits</li> <li>• Types of auditors</li> </ul>	Homework #1	3
4	Lecture -7 Lecture -8	<ul style="list-style-type: none"> <li>• <b>Audit Reports:</b></li> <li>• Legal Liability</li> <li>• Professional Ethics</li> </ul>	Quiz # 01	3 & 4
5	Lecture -9 Lecture -10	<ul style="list-style-type: none"> <li>• <b>Study Cases</b></li> </ul>	Homework #2	5
6	Lecture-11 Lecture-12	<ul style="list-style-type: none"> <li>• <b>Audit Responsibilities</b></li> <li>• Objectives</li> </ul>	Quiz # 02	1, 2 & 4
7	Lecture -13 Lecture -14	<ul style="list-style-type: none"> <li>• Audit Evidence</li> <li>• Audit Planning and Analytical Procedures</li> </ul>		4 & 5
	15-21 Nov.	<b>Midterm Exam, No Classes (Schedules to be announced later)</b>		
8	Lecture -15 Lecture-16	<ul style="list-style-type: none"> <li>• Materiality and Risk</li> <li>• Internal Control and Control Risk.</li> </ul>	Homework #3	2& 4
9	Lecture -17 Lecture -18	<b>Audit of the Sales and Collection Cycle</b>		4 & 5
10	Lecture -19 Lecture -20	<ul style="list-style-type: none"> <li>• Tests of Controls</li> <li>• Substantive Tests of Transactions.</li> </ul>	Homework #4	2 & 5
11	Lecture -21 Lecture -22	<b>Audit of the Acquisition and Payment Cycle</b>		1& 2
12	Lecture -23 Lecture -24	Tests of Controls, Substantive Tests of Transactions,	Quiz # 03 (optional)	2, 5 & 7
13	Lecture -25 Lecture -26	<ul style="list-style-type: none"> <li>• <b>Audit of the Acquisition and Payment Cycle:</b></li> <li>• Cash payable.</li> <li>• Accounts Payable.</li> </ul>		6 & 7
14	Lecture -27 Lecture -28	<ul style="list-style-type: none"> <li>• <b>Study Cases</b></li> </ul>	Mini-Project Presentation	2, 6 & 7
15		<b>Review</b>		
16	24-31 Jan. 2016	<b>Final Exams, No Classes (Schedules to be announced later)</b>		

Signature:

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Acting Chairman of Accounting Department  
College of Business