

AUDIT AND ASSURANCE WORKBOOK (FOR EXAMS IN SEPTEMBER 2023, DECEMBER 2023, MARCH 2024 AND JUNE 2024)

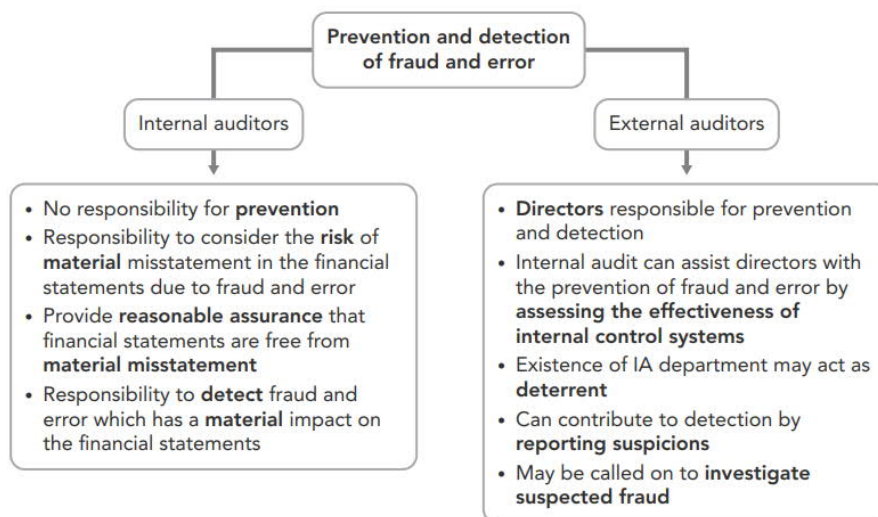
Chapter 4: Internal Audit

Section 5.2 Responsibilities for fraud and error (ISA 240), p57

In the diagram below the boxes for Internal auditors and External auditors should be switched around.

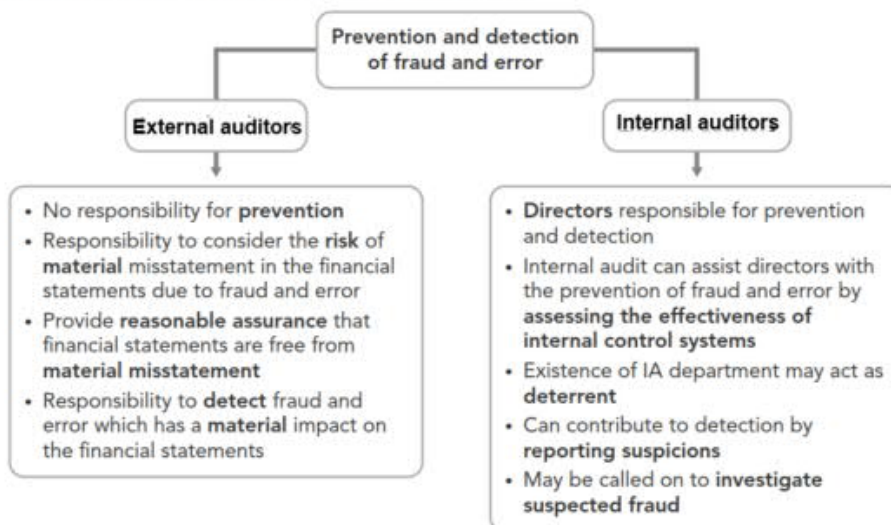
The current diagram:

5.2 Responsibilities for fraud and error (ISA 240)



The diagram should read:

5.2 Responsibilities for fraud and error (ISA 240)



Answer 36, p622/623

The answer in the Workbook states:

The correct answer is: Sales and trade receivables may be understated.

The matching of dispatch notes to an invoice ensures that for all goods dispatched an invoice has been raised. If this is not the case sales and trade receivables may be understated. **For option 2 an appropriate control would be to match dispatch notes to invoices.** Matching dispatch notes and invoices would not prevent orders being dispatched incorrectly (option 1) or prevent invoices being input incorrectly (option 4).

The text in bold should be replaced by:

For option 2 an appropriate control would be to match invoices to dispatch notes.