



**National Taiwan University
Department of Accounting**

**ACC3004 Auditing (2)
Class 01 (Course ID: 702E40102)**

Course Outline

Instructor: Szu-fan Chen
Office: Room 804, Building II, College of Management
Email: sfanchen@ntu.edu.tw

Classes: Monday 14:20 – 17:20
Tutorial: Wednesday 12:20 – 14:10
Office hours: Email for appointment

TA: YS Zheng 鄭羽珊
TA Email: r12722042@ntu.edu.tw

Course Description:

The purpose of this course is to help students learn the fundamental theory and practices of auditing and assurance services. Students will develop an understanding of the practices of the financial statement audits. This course is the first of the two-course auditing sequence provided over an academic year. Students are expected to take both courses for a complete understanding of the subject.

Course Objectives:

By the end of this course, you should be able to:

1. Demonstrate an understanding of the social responsibilities and the professional ethics of certified public accountants (CPA).
2. Demonstrate an understanding of the auditing theories and international standards on auditing.
3. Demonstrate an understanding of the commonly used data analytics tools in financial statement audits.
4. Identify the components of audit risk and describe auditor response to the assessed risk of material misstatement.
5. Describe the major components of a client's internal controls and assess internal control risk.

Student Learning Resources:

A. Required reading:

1. Auditing and Assurance Services: International Perspectives, Global 17th Edition, by Randal J. Elder, Mark S. Beasley, Chris E. Hogan and Alvin A. Arens (*Required*).
2. [International Standard on Auditing \(2022 IAASB Handbook\)](#).
3. [2022 Handbook of the International Code of Ethics for Professional Accountants](#).

B. References:

1. Principles of Auditing & Other Assurance Services, 22nd Edition, by O. Ray Whittington and Kurt Pany.
2. [審計準則公報](#)
3. [The Norm of Professional Ethics for Certified Public Accountant of the Republic of China 會計師職業道德規範公報](#)
4. [Certified Public Accountant Act 會計師法](#)
5. [Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants 會計師查核簽證財務報表規則](#)

Course Assessment:

Midterm exam	25%
Final exam	25%
Quizzes	20%
Exercises.....	25%
Class participation	5%

NOTES:

1. Quizzes and exams will be conducted in the class. There is no make-up for quizzes and the midterm exam. If you miss it, the weight will be shifted to the final exam.
2. Final exam is cumulative.
3. Quiz questions will be given on the course website. Bring an electronic device (e.g., a smart phone or a tablet/laptop computer) to the classroom to access the quiz. The lowest grade will be dropped.
4. Some exercises will be done in groups. The lowest grade will be dropped. You will need to install IDEA and Tableau on your laptop or desktop computer to do some exercises.
5. Class participation grades will be based on your interaction with the instructor and your classmates in the class. There is no guarantee that the lowest grade is zero. Extremely bad class behavior may cause the grade to be as low as -5%.

Course Website:

Course website is on NTU Cool. For all course-related questions, ask on the discussion board on NTU Cool. Questions asked on NTU Cool are guaranteed to be answered. Questions asked by email will be ignored.

Tutorial:

The TA will review the course of the week *in Mandarin* in tutorial sessions.

Tentative Schedule for Class Coverage (Subject to Change)

Date	Topics	Chapters in Text	ISAs
2/19	Overview of the class and review of key concepts		
2/26	Audit of the sales and collection cycle 1	E13, 15	505
3/4	Audit of the sales and collection cycle 2	E13, 15	505
3/11	Audit sampling – statistical sampling	E14, 16	530
3/18	Audit of the acquisitions and payment cycle	E17-18	505
3/25	Audit of PPE and accounting estimates	E17-18	540
4/1	Audit of the inventory and warehousing cycle	E20	501
4/8	<i>MIDTERM EXAM</i>		
4/15	Audit of the payroll and personnel cycle	E19	
4/22	Audit of the <i>capital</i> acquisition and repayment cycle	E21	
4/29	Audit of cash and financial instruments	E22	
5/6	(Guest speaker) Digital Auditing		
5/13	Completing the audit	E23	560, 580
5/20	Auditors' reports	E24	570, 700–720
5/27	Using the work of others; group audit		600(Revised), 610, 620
6/3	<i>FINAL EXAM</i>		