Table 5.2. Subject specification

Study program: Bachelor Academic Studies **- Business Economics -** module 1 **- *Finance, Banking and Insurance***

Subject name: Audit and Control

Teacher(s): Cvetković M. Dragan

Course status: compulsory, fourth year, eighth semester

ECTS number: 6

Condition: no

Subject objective

1) Acquiring knowledge in the field of auditing theory and audit-related services and developing the ability to perform audit procedures in order to provide an opinion on true and fair financial statements.
2) Introduction to types of controls and control framework models.

Case outcome

After passing the exam, students should be able to:

- They understand the nature, purpose and scope of the audit.
- They perform appropriate audit procedures and draw proper conclusions based on the results of audit tests.
- Prepare draft reports on the audit of financial statements, as well as control framework models, and acquire basic knowledge about the application of these models in practice.

Course content

Theoretical teaching

Theoretical foundations of financial statement auditing (definition, role of auditing, objectives, postulates, concepts, auditing standards and professional ethics). The process of auditing financial statements (getting to know the client, developing a global audit strategy, adopting an audit plan and program, performing the audit and forming an opinion on the audit of financial statements). Internal audit and public expenditure audit (basic features, organizational positioning, professional ethics and standards, and best practices for reporting on the functioning of the internal control system). Audit risks. Information system audit. Audit of efficiency, effectiveness and economy (3E) of operations. Inventory cycle audit. Sales cycle audit. Tax audit. Audit of business risk management. Specifics of auditing in banks and insurance companies. Environmental audit. Forensic audit. Specifics of state audit.

Practical teaching

A closer explanation of some of the topics covered in the lectures through examples in class exercises . Analysis of case studies . Presentation and presentation of seminar papers. Preparation for colloquiums and exams.

Literature

Alvin A. Arens, Randal J. Elder, Mark S. Beasley, Chris E. Hogan, *Auditing and Assurance Services (18th Edition)*, Pearson, 2023.

Number of hours of active teaching	**Theoretical classes: 30**	**Practical classes: 45**

Teaching methods

Interactive work method, lectures , analysis of practical cases, discussions , etc. Lectures and exercises are supported by Power Point presentations.

Knowledge score (maximum number of points 100)

Pre-exam obligations	point	**Final exam**	point
activity during the lesson	10	written exam	
practical teaching		oral exam	50
colloquiums	30	....	
seminars	10		

The methods of knowledge assessment may vary, the table below lists only some options: (written exams, oral exams, project presentations, seminars, etc.)

*maximum required 2 pages in A4 format