

中原大學 104 學年度碩士班考試入學

104/3/4 1:00 PM~2:30 PM

誠實是我們珍視的美德，
我們喜愛「拒絕作弊，堅守正直」的你！

會計學系

科目：審計學

(共 5 頁，第 1 頁)

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----- (不可直接作答於試題，請作答於答案卷) -----

I、選擇題，每題 2.5 分，共計 40 分

1. Which of the following is **not** a common audit procedure used to search for contingent liabilities?
 - A) Examine letters of credit.
 - B) Examine payroll reports.
 - C) Review internal revenue agent reports.
 - D) Analyze legal expense.
2. The auditor's evaluation of the likelihood of material employee fraud is normally done initially as a part of:
 - A) tests of controls.
 - B) tests of transactions.
 - C) understanding the entity's internal control.
 - D) the assessment of whether to accept the audit engagement.
3. Which of the following statements is true about the completeness and occurrence assertions?
 - A) Both assertions are relevant to classes of transactions and events and account balances.
 - B) If management asserts that recorded sales transactions represent exchanges of goods or services that actually took place, they are asserting to completeness.
 - C) Violations of the occurrence assertion relate to account overstatements.
 - D) The failure to record a sale that did occur is a violation of the occurrence assertion.
4. You have been assigned to the accounts payable transaction cycle as part of your auditing responsibilities. You have decided to vouch a sample of entries in the accounts payable master file to supporting documents. Which assertion is this test of controls most likely to support?
 - A) Accuracy
 - B) Classification
 - C) Completeness
 - D) Occurrence
5. When assessing risk, it is important to remember that:
 - A) for acceptable audit risk, the SEC decides the risk the CPA firm should take for public clients.
 - B) inherent risk can be changed by the auditor.
 - C) detection risk can only be determined after audit risk, inherent risk, and control risk are determined.
 - D) control risk is determined by the auditor since they are responsible for internal control.

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6. Which of the following represents a correct statement regarding internal control testing?
- A) When auditors plan to use evidence about the operating effectiveness of internal control contained in prior audits, auditing standards require tests of the controls' effectiveness at least every other year.
 - B) The greater the risk, the less audit evidence the auditor should obtain that controls are operating effectively.
 - C) The auditor uses control risk assessment and results of tests of controls to determine planned detection risk and the related substantive tests for the financial statement audit.
 - D) Testing of internal controls can only be performed by the auditor at the end of the fiscal year.
7. Evidence is usually more persuasive for balance sheet accounts when it is obtained:
- A) as close to the balance sheet date as possible.
 - B) only from transactions occurring on the balance sheet date.
 - C) from various times throughout the client's year.
 - D) from the time period when transactions in that account were most numerous during the fiscal period.
8. Which of the following discoveries through the use of analytical procedures would most likely indicate a relatively high risk of financial failure?
- A) A decline in gross margin percentages
 - B) An increase in the balance in fixed assets
 - C) An increase in the ratio of allowance for uncollectible accounts to gross accounts receivable, while at the same time accounts receivable turnover also decreased
 - D) A higher than normal ratio of long-term debt to net worth as well as a lower than average ratio of profits to total assets
9. Factors that impact inherent risk of financial instruments do **not** include:
- A) management's objectives related to investment activity.
 - B) the complexity of the securities.
 - C) the cost of the securities.
 - D) the company's prior experience with certain investments.
10. An audit procedure that would most likely be used by an auditor in performing tests of control procedures in which the segregation of functions and that leaves no "audit" trail is:
- A) inspection.
 - B) observation.
 - C) reperformance.
 - D) reconciliation.

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11. Which of the following is **not** a likely source of information to assess fraud risks?
- A) Communications among audit team members
 - B) Inquiries of management
 - C) Analytical procedures
 - D) Consideration of fraud risks discovered during recent audits of other clients
12. Which party has the primary responsibility to oversee an organization's financial reporting and internal control process?
- A) The board of directors
 - B) The audit committee
 - C) Management of the company
 - D) The financial statement auditors
13. Which of the following is **not** a benefit of using IT-based controls?
- A) Ability to process large volumes of transactions
 - B) Ability to replace manual controls with computer-based controls
 - C) Reduction in misstatements due to consistent processing of transactions
 - D) Reduction in internal control evaluation in setting control risk
14. _____ is **not** a risk specific to the IT environments.
- A) Reliance on the functioning capabilities of hardware and software
 - B) Increased human involvement
 - C) Loss of data due to insufficient backup
 - D) Unauthorized access
15. A CPA sole practitioner purchased stock in a client corporation and placed it in a trust as an educational fund for the CPA's minor child. The trust securities were not material to the CPA but were material to the child's personal net worth. Would the independence of the CPA be considered to be impaired with respect to the client?
- A) Yes, because the stock is a direct financial interest
 - B) Yes, because the stock is an indirect financial interest that is material to the CPA's child
 - C) No, because the CPA does not have a direct financial interest in the client
 - D) No, because the CPA does not have a material indirect financial interest in the client
16. An auditor has the responsibility to actively search for subsequent events that occur subsequent to the:
- A) balance sheet date.
 - B) date of the auditor's report.
 - C) balance sheet date, but prior to the audit report.
 - D) date of the management representation letter.

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II、問答題 (第 1 題作答時，須將表格畫在答案卷上，並於表格內填上答案。)

1. (15%) In auditing the long-term investments account, Ann, CPA, is unable to obtain audited financial statements for an investee located in a foreign country. Levine concludes sufficient appropriate audit evidence regarding this investment cannot be obtained.

For each of the following situations below, identify the appropriate opinion type and report modification by selecting a choice from the appropriate tables below.

Situation	Opinion Type	Intro	Scope	Opinion	Expl
① Assume the potential effect on the financial statements is immaterial.					
② Assume the potential effect on the financial statements is moderate.					
③ Assume the potential effect on the financial statements is high.					

Opinion Type		Standard Paragraph Choice		Explanatory Paragraph	
U	Unqualified	O	Omit	0	None required
Q	Qualified	N	No change	+	Insert before opinion
A	Adverse	M	Modify	-	Insert after opinion
D	Disclaimer				

2. (10%) Match seven of the terms (a-k) with the definitions provided below (1-5):

- a. Accounts receivable balance-related audit objectives
- b. Aged trial balance
- c. Alternative procedures
- d. Blank confirmation form
- e. Cutoff misstatements
- f. Evidence planning worksheet
- g. Negative confirmation
- h. Positive confirmation

① The follow-up of a positive confirmation not returned by the debtor with the use of documentation evidence to determine whether the recorded receivable exists and is collectible.

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- _____ ② A letter, addressed to the debtor, requesting that the recipient indicate directly on the letter whether the stated account balance is correct or incorrect and, if incorrect, by what amount.
- _____ ③ Misstatements that take place as a result of current period transactions being recorded in a subsequent period, or subsequent period transactions being recorded in the current period.
- _____ ④ A form used to help the auditor decide whether planned detection risk for tests of details of balances should be low, medium, or high for each balance-related audit objective.
- _____ ⑤ A letter, addressed to the debtor, requesting a response only if the recipient disagrees with the amount of the stated account balance.

3. (15%) Distinguish between a sampling error and nonsampling error. How can each be reduced ?

4. (10%) List the three procedures that use to assess the risk of material misstatement.

5. (10%) The fieldwork for the December 31, 2013 audit of Schmidt Corporation ended on March 17, 2014. The financial statements and auditor's report were issued on March 29, 2014. In each of the material situations (① through ⑤) below, indicate the appropriate action (a, b, c). The possible actions are as follows:

- a. Adjust the December 31, 2013 financial statements.
- b. Disclose the information in a footnote in the December 31, 2013 financial statements.
- c. No action is required.

The situations are as follows:

- _____ ① On March 1, 2014, one of Schmidt Corporation's major customers declared bankruptcy. The customer's financial condition in 2013 was deteriorating and they owed Schmidt Corporation a large sum of money as of the balance sheet date.
- _____ ② On February 17, 2014, Schmidt Corporation sold some machinery for its book value.
- _____ ③ On February 20, 2014, a flood destroyed the entire uninsured inventory in one of Schmidt's warehouses.
- _____ ④ On January 5, 2014, there was a significant decline in the market value of the securities held for resale from their value as of the balance sheet date.
- _____ ⑤ On March 10, 2014, the company settled a lawsuit at an amount significantly higher than the amount recorded as a liability on the books as of the balance sheet date.