

Report On  
**Audits of Internal Control over Financial Reporting**

By

Tamjeed Hassan  
18104270

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An internship report submitted to the **Brac Business School(BBS)** in partial fulfillment  
of the requirements for the degree of  
Bachelor of Business Administration

Brac Business School

Brac University

21<sup>st</sup>May 2023

## **Declaration**

It is hereby declared that

1. The internship report submitted is my/our own original work while completing degree at Brac University.
2. The report does not contain material previously published or written by a third party, except where this is appropriately cited through full and accurate referencing.
3. The report does not contain material which has been accepted, or submitted, for any other degree or diploma at a university or other institution.
4. I/We have acknowledged all main sources of help.

**Student's Full Name & Signature:**

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**Tamjeed Hassan**  
Student ID

**Supervisor's Full Name & Signature:**

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**Mr. Ahmed Abir Choudhury**  
Senior Lecturer, BBS  
Brac University

## Letter of Transmittal

Mr. Ahmed Abir Choudhury

Senior Lecturer,

Department

BRAC University

66 Mohakhali, Dhaka-1212

Subject: Submission of Internship Report

Dear Sir / Madam,

I give thanks to the Almighty for giving me the chance to finish the internship and submit this report to you. I also want to express my gratitude for your kind assistance and direction as I was writing this report. I count myself fortunate that you will be supervising my internship. This report includes an overview of my internship experience with **Howladar Yunus & Co.** chartered accountant, information about the company, and research on the subject. “Audits of Internal Control Over Financial Reporting”

I thus hope that you will enjoy and value the work I put into the report. I also hope that each reader may get something from this article.

Sincerely yours,

Tamjeed Hassan

1810470

BRAC Business School

BRAC University

Date: 5/ 14/23

**Non-Disclosure Agreement**

This agreement is made and entered into by and between Howladar Yunus and Co Chartered Accountant

and the undersigned student at BRAC University, BRAC Business School.

**Tamjeed Hassan**

According to the agreement, the data used in this report can only be utilized for the internship and nowhere else.

## **Acknowledgement**

First and foremost, I would want to express my gratitude to Almighty Allah for allowing me to finish the internship program while Howladar Yunus and Co as conducting its most challenging audit. Without the help of the Almighty, all of my efforts would have been in vain. Next, I want to thank my parents for their unwavering encouragement and help in getting my degree.

I want to start by thanking and expressing my gratitude to Senior Lecturer, Mr. Ahmed Abir Choudhury, (BBA Program), BRAC Business School, BRAC University, for his continuous support, direction, encouragement, and ideas during the writing of my internship report. He read my report, and I genuinely appreciate him taking the time out of his busy day to do so.

Secondly I want to give the thanks to the partner of my firm is FCA, Mr. Jahidur Rahman who encouraged me to continue Internship in here. Therefore, He inspired me to work here as an audit team. Without his help, I would not currently be an intern at Howladar Yunus and Co. Chartered Accountants. Additionally, under his direction, I have worked in the External Audit Teams of both Urmi Garments LTD. And Comphit Composite Knit LTD, where I have gained practical knowledge with the external audit process in the Garments industry.

## **Executive Summary**

This research focuses on how effective the audit process is in Bangladesh and identifies the measures that could make it more effective. This report's major goal is to identify the causes of audit inefficiency and the activities that must be taken to remedy the situation. Based on the survey results, it was discovered that an auditor's task efficiency was impacted by both CA certification and compensation perks. The findings of the poll reveal why respondents detest audits as well as the bare minimum amount of time needed to conduct an annual audit. The research also emphasizes the flexibility and work environment in client offices and CA firms. The study places a lot of emphasis on the prerequisite education for junior auditors.

**Keywords:** Audit Team, Inventory Counting, CA firms, Research Analysis, ICAB, Report

## Table of Contents

Declaration.....	ii
Letter of Transmittal.....	iii
Non-Disclosure Agreement.....	iv
Acknowledgement.....	v
Executive Summary.....	vi
Table of Contents.....	vii
List of Tables.....	viii
List of Figures.....	x
List of Acronyms.....	xi
Glossary.....	xii
Chapter 1 [Internship Overview].....	1
1.1 Student Information.....	1
1.2 Internship Information.....	1
1.3 Job Duties And Responsibility.....	2
1.4 Internship Outcome.....	2
1.4.1 Benefits to the Students.....	3
1.4.2 Problems and Difficulties.....	3
1.4.3 Recommendation.....	3
Chapter 2 -Organization Information.....	5

Introduction.....	5
2.1.1 Objective.....	5
2.1.2 Methodology.....	5
2.1.3 Significance of the study.....	6
2.1.4 Limitation of the study.....	6
2.2 Overview of Howaladar Yunus and Co.....	7
2.3 Management practices of Howaladar Yunus and Co.....	10
2.4 Marketing Practices.....	11
2.5 Financial Performance and Accounting Practices.....	14
2.6 Operations Management and Information System Practices.....	16
2.7 Industry and Competitive Analysis.....	17
2.8 The Organizational Hierarchy of Howladar Yunus & Co.....	18
2.9 SWOT Analysis Of Howladar Yunus and Co... ..	20
2.10 Summary & Conclusion.....	23
Chapter 3 Audits of Internal Control over Financial Reporting.....	24
3.1 Introduction.....	24
3.1.1 Literature Review.....	25



3.1.2 Internal Audit.....	26
3.1.3 External Audit.....	26
3.1.4 Significance of the study.....	28
3.2 Methodology.....	29
3.2.1 Planning.....	30
3.2.2 Components of Internal Control.....	31
3.2.3 Objective.....	35
3.2.4 Role of Auditors in internal Control Financial Report (ICFCR).....	35
3.2.5 Audit Procedure.....	36
3.2.6 Role of Risk Assessment.....	39
3.2.7 Importance of Internal Control System.....	40
3.2.8 Perfect Reporting.....	41
3.2.9 Reporting On Internal control financial Reporting.....	44

**Chapter 4**

4.1 Recommendation.....	47
4.2 Conclusion.....	48
Reference.....	50
Appendix A.....	54
Appendix B.....	55

## List of Figures

Figure 1: Positioning System of firm.....	12
Figure 2: Service providing process.....	13
Figure 3: Operation management.....	16
Figure 4: Organizational Hierarchy.....	19
Figure 5: SWOT Analysis of Howladar Yunus and Co.....	22

## List of Acronyms

Hyc	Howladar Yunus and Co
BCPCL	Bangladesh China Power Private Company Ltd
CCKL	Comphit Composite Knit Ltd
FS	Financial Report
GTB	Grant Thornton Bangladesh
UGL	Urmi Garments Ltd.
DB	Dhaka Bank
NBL	Nepal Bangladesh Bank
BL	Bad loan
AR	Audit Report
IC	Inventory Counting
EAC	East Asian Cox LTD
ICAB	Institute of Chartered Accountant Board
IA	Internal Auditor
EA	External Auditor
VAT	Value Added Tax
IFRS	International Financial Reporting Standards
PBL	Prime Bank Ltd
SEBL	South East Bank Ltd
CA	Chartered Account

## **Glossary**

### **Audit**

An audit is defined as a "independent examination of financial information of any entity, whether profit-oriented or not, regardless of its size or legal form, when such examination is conducted with the intent of expressing an opinion as professional judgment.

### **Professionals**

A member of a profession is one who is an expert in their particular field. Professionals in this context refer to people with expertise in chartered accounting.

Either qualified or unqualified accountants are possible.

## **Chapter 1 Internship**

### **Overview**

#### **1.1 [Student Information]**

Name: Tamjeed Hassan

Student ID: 18104270

Department: BRAC Business School Program: Bachelors of Business Administration

Major: Accounting

Minor: HRM

#### **1.2 Internship Information**

**1.2.1 Employment Details:** Provided down below

Work Duration: 1<sup>st</sup> February 2023 to 10th May 2023

Company or Firm name: **HYC** Chartered Accountant

Team: External Auditor as an Audit Associate

Address: Gulshan 1, House 14 (Level, 4 Rd 16/A, Dhaka 1212

#### **1.2.2 Internship On-site Supervisor Information**

Supervisor Name: Tasnia Sharif

Designation: Head of HR

### **1.3 Job Duties and Responsibilities**

I was appointed as a junior audit associate at HYC chartered firm where I was assigned to Garments audit team namely team “Synergy”. The main task and objective of team “Synergy” is to conduct external audits on banks and power sector companies. When I joined HYC was assigned to conduct an annual audit on both UGL and CCKL. However, I mostly handled the annual audit task at the branch office of Urmi Garments limited (UGL) which is located at Narayanganaj Demra . The main objective of our external audit at UGL is to find out the product miss-statement of their FS whether the affairs of UGL represent the true and fair view towards their stakeholders.

During the Audit period I had to face with those duties:

- First, I had been assigned for a factory visit to take an overview of the UGL.
- Secondly, as it was my first audit work I had to be the assistant of my respective and most senior audit member or brother to handle the whole audit work
- Therefore, we took the whole summary of the product distribution and whole management of UGL from the branch manager.
- Therefore, we have a long meeting with their head of internal Auditor.

### **1.4 Internship Outcome**

I was given the responsibility of conducting bank audits for ONE and Prime Bank Ltd. while I was an intern at HYC. But I largely worked for Urmi Garments Limited. I assisted team "Cooperation" of the HYC audit team there in gathering documents for the garments audit. I was initially posted to a branch where a senior was designated as

The branch's supervisor. My immediate senior manager, however, was really happy with my work when I successfully completed my key task and conducted an audit on four distinct branches. This is the reason I was given a job in charge of the audit at the Urmi garments limited branch in Demra. Later on, where I looked over the audit report from the year before for any further findings. Additionally, I assist my senior in balancing the loan amount borrowed by Dhaka bank from various financial organizations.

Additionally, I assisted the entire audit team in gaining access to Dhaka's ORACAL program so they could gather records like ledger or loan statements for future audit needs. In addition, I had to speak with the Dhaka's top officer personally for the purpose of doing additional compliance checks.

I have to persuade them and ensure the privacy of the documents they are giving us. Since I was gathering the client's financial records for their business financing.

tasks include identifying mistakes or incorrect input in the general

#### **1.4.1 Benefits to the student**

There are some advantages that the Howladar Yunus &Co always provides. The seniors of the firm are very much friendly with their juniors. The student of the firm can easily make a consultant process any time with their seniors' brother. The student of the firm can get their registrations hip within 3months. The student of the firm can learn the auditing work in a practical way. They usually involved in client with their senior brothers. They provide some brief and criteria that makes their work in a proper way.

#### **1.4.2 Problems and Difficulties**

The problems and difficulties which are facing severally. Specially the juniors are mostly victim of it. Since there a lot of students in this Firm so junior student cannot get a chance to sit in a chair as there are many seniors exists there. That is why some student cannot do their work properly. Moreover, This firm have a Cash Incentive Department which is really a curse of a student because of lot of extra pressure in there and also have to kill their valuable time because this work has no future benefits and also no ensure of getting job as well

#### **1.4.3 Recommendation**

The firm can bring more all facilities for professional work. It can also ensure a healthy

environment so that the students can do their professional or managerial work in a proper way.



## **Chapter 2 Organization Information**

### **Introduction**

#### **2.1.1 Objective**

I learnt a lot throughout the final four years of my bachelor's degree at BRAC University, and I finally sought to apply what I had learned in real life and the workplace. My major goal is to comprehend the ICAB's auditing process and principles. My secondary goal was to learn as much as I could about the banking business system and audit procedure since I was hired to perform an audit on Garments.

#### **2.1.2 Methodology**

To carry out this study, information was gathered through a combination of first-hand and existing sources. Alternative sources. The primary source of my data was gathered from professionals who are actively pursuing their field. Achieving the status of a chartered accountant at that distinguished company. Furthermore, I had a discussion with the administrative staff. I spoke with a handful of former interns who had completed internships at Howladar Yunus &CO(HYC). In addition to the main I have obtained information from secondary sources such as the online portals of HYC and ICAB. Google Scholar is a search engine used for scholarly research.

### **2.1.3 Significance of the study**

The forthcoming chapter in this report aims to furnish the readers with a comprehensive introduction to Howldar Yunus and Co. The practices of auditing carried out by a company that is established and licensed can be referred to as a chartered firm and its audit practices. Academic readers can gain a degree of understanding regarding the CA firm. The significance of pursuing a career in Chartered Accountancy for the future and its impact on culture. In addition, this section aims to offer some contextual insights about Howldar Yunus and Co, including their management approach. A company's strategies for maintaining customers, computer and administrative resources, and financial and accounting processes. The section this will offer insights into the inner workings and cultural practices of CA companies in Bangladesh. In addition, this will offer insight into the current methods and systems utilized in conducting audits. My firm specializing in accounting services.

### **2.1.4 Limitation of the study**

The issue of maintaining confidentiality posed a significant hindrance to my internship study. My search for valuable documents is impeded by the excessive level of confidentiality

For example, I would like to illustrate this point. Please provide the necessary information. Unfortunately, I could not obtain HYC's financial information because I was not granted access to it. Yearly financial statements and profit and loss report. Furthermore, the presence of strict deadlines exacerbated the challenges faced. A more extensive examination of the subject matter. Due to the limited duration of three months assigned for this study, Due to a lack of time, recent data could not be gathered as a consequence. Therefore, it is necessary for me to I will utilize historical data for the purpose of finalizing my report.

## **2.2 Overview of Howladar Yunus and Co.**

Howladar Yunus & Co. is a well-established and prominent professional firm in the country. Its partners possess extensive and comprehensive expertise. HYC specializes in a range of essential services such as auditing and assurance, tax-related matters, legal compliance, corporate finance, and outsourcing. HYC, having thrived as an accountancy establishment for more than four decades, possesses an astute understanding of the clients' priorities. The firm has consisting with 7 partners. As the new millennium commenced, HYC committed itself to offering comprehensive services of superior quality, tailored to suit the specific requirements of their clients, all while maintaining affordability at the forefront.

Howladar Yunus & Co. can be rephrased as the firm named Howladar Yunus and Company. Grant Thornton International's Correspondent Firm is represented by us. Grant Thornton is a

prominent group of autonomous expert consultants, auditors, and tax advisors operating on a global scale. With a presence in more than 100 nations, over 35,000 employees at Grant Thornton strive to have a positive impact on clients, co-workers and local communities.

The firm it has positioned itself as a trusted and prominent provider of chartered accounting services in Bangladesh. Companies that have global affiliations. Currently, HYC has on display 11 partners in its exhibits. In the year 2022, those in the accounting profession will experience significant changes. s analysis services. The company offers market research, evaluations of management practices, and performance analyses. HYC offers a range of services including market surveying, management appraisal, and performance evaluations.

The company is equipped to provide assessments of management practices, conduct extensive market research, and analyze organizational performance. We offer consultation services to clients engaged in various sectors such as industry, trade, finance, microfinance, education. The healthcare, welfare, and farming industries are present in various entities such as privately-owned, government-run, and non-profit organizations. All over Bangladesh.

The firm has given the special service of Audit to the many big companies such as EBL,SEBL,UGL,CCKL,BCPCL,ITCL,IFICBL,NBL,PBF etc. The firm Howladar Yunus & Co. serves as the representative of [Grant Thornton in Bangladesh](#). Grant Thornton Consulting Bangladesh Limited is a company operating in Bangladesh. Howladar Yunus & Co can be restated as the firm of Howladar and Yunus or the business of Yunus and Howladar. This is a prominent chartered accountancy company in Bangladesh boasting a team of 8 partners, 2 directors, and over 150 skilled employees delivering reliable and top-notch professional assistance. Grant Thornton Consulting Bangladesh Limited is partnering with the firm to provide comprehensive advice on both operational and transactional matters. In 1970, the merger of Mr. X and his team began as a straightforward business venture fueled by passion and dedication. Noor Mohammed Howladar, who is a member of the Institute of Chartered

Accountants, and another person whose name is not mentioned. Despite starting their own public accounting practice in the early 1960s, Yunus FCA continues to impact the world of professional services by bringing in a fresh group of professionals as partners.

### **Service offered by HYC Chartered Accountant**

Howladar Yunus & Co. Chartered Bookkeeper, has been serving a plenty of clients with most extreme judgment and continuously points at conveying esteem and fulfillment to its clients and has been doing so for nearly 50 a long time. Concurring to the yearly positioning conducted by Bangladesh Bank, it has been positioned as the best CA firm in Bangladesh a final year. It has been all inclusive recognized as an free part of Allow Thornton Worldwide Ltd.; a London based worldwide review and trade consultancy arrange, since 2017

The aim of the services is to improve the ICS of the client company and add value to it. The key services are:

**Audit and Assurance:** organization's financial records to ensure accuracy and compliance with accounting principles and regulations. This typically involves examining financial statements, supporting documentation, and internal controls. This involves a comprehensive investigation of financial statements, supporting evidence, and internal controls. Financial records of an organization will be analyzed to assess the level of consistency between them. Intelligence and predetermined standards. An auditor's duty is to communicate an impression of the accuracy and integrity of financial records. Offer a moderate viewpoint and provide a reasonable level of confidence without guaranteeing anything definitively. Completed, the findings will be reviewed and analyzed thoroughly by the audit team. An assurance report must be furnished by the auditor upon completion of the audit. The contents of the report encompass the following. The auditor's viewpoint on the functioning of the client's operations and the client as a whole, rooted in evidence gathered during auditing.

Regarding specific risk factors and the data gathered over the audit timeframe The Company. carefully established, in order to ensure complete adherence to the prescribed protocols and regulations. Stated by ICAB. This report simplifies the process of decision making significantly. The report is impartial and free of any bias towards its users.

**Taxation and legal matters:** Howladar Yunus & Co. provides guidance on taxation and legal matters. The assistance of Chartered Accountants is sought by clients for their financial needs.

There are a variety of factors to consider when figuring out the amount of taxes they owe, including incentives, indirect taxes, and other related matters. This particular service is available for use. This was provided to both an individual as well as a corporate level. Furthermore, the company also offers company's financial stability. The organization offers guidance to its customers on ways to reduce their tax obligations while upholding the financial well-being of the business. Legal structures or systems.

**Consultancy Services:** The Firm offers consultancy services by providing guidance to clients on the process of establishing and developing their business.

Ensure the upkeep of organizational accounts and the recording of financial transactions. It also offers advisory solutions. In pursuit of enhancing client productivity and efficiency, the business process is being examined and refined. The organization offers consultancy services for management, with the aim of assisting the customer in their efforts to enhance their performance. The effectiveness of its administration, compensation plans, and additional work compensation plans and so on.

### **2.3 Management practices of Howaladar Yunus and Co**

The Howladar Yunus and Co chartered accountants place great importance on keeping their

most skilled and practiced personnel on board.

Skilled individuals within their organization. Typically, the company doesn't retain interns once they have completed their articles. Their ship article. Nonetheless, the company discovered certain individuals who displayed superior levels of efficacy and effectiveness compared to others. She was compensated for his excellent service by receiving remuneration. Their employee retention strategy is based on They evaluate performance and quality of work based on merit and not on factors such as age, race, gender or family background.

## **2.4 Marketing Practices**

"Both strategies are currently underway. "

According to the accounting firm's report in 2022, it can be observed that.

Two business entities have collaborated to optimize their market share by employing a blend of marketing techniques.

The positive reputation garnered by a company, commonly referred to as goodwill, has been found to have a direct impact on the financial success of the organization. The cultivation of goodwill can lead to increased profitability for the company. In a similar fashion, the firm of Howladar Yunus &Co obtained a charter.

In pursuit of market expansion, Grant Thornton international has endeavored to enhance its operations.

The referral strategy underscores the notion that trust is a fundamental aspect of service provision.

The relationship between factors that contribute to the establishment of a customer base is a topic of academic inquiry, whereby the provision of appropriate justification by clientele is considered integral to the examination of this phenomenon.

During their initial period, Howladar Yunus &Co had already executed this approach within their service.

Establishing strong relationships with major corporations is accomplished through delivering high-quality services.

"Within their current customer base. "

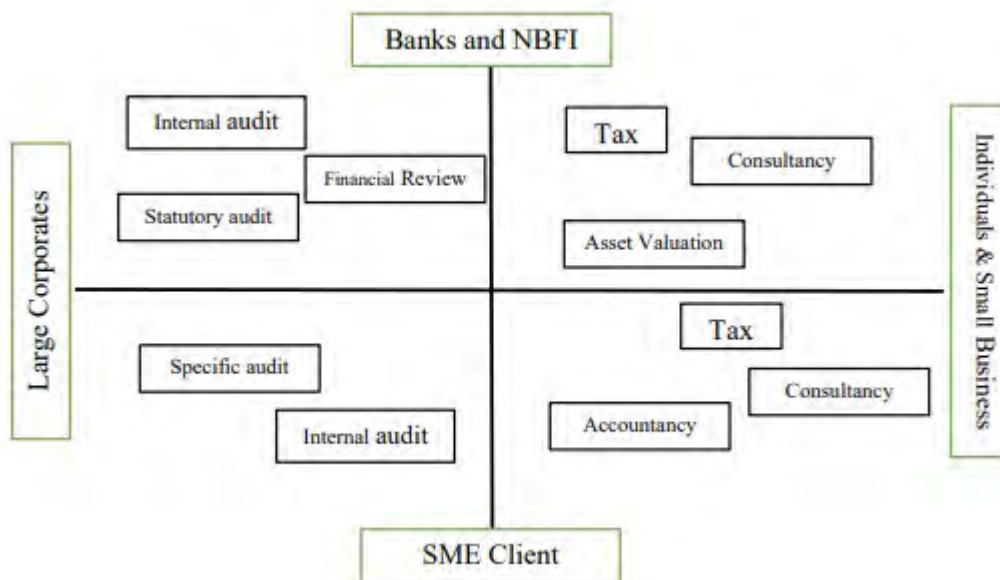
### Targeting Customers:

The Howladar yunus & Co provide services of these clients they are

- Banks
- Garments
- NGOs
- Pharmaceuticals
- Cement Company
- Insurance Company
- Charitable organization

These are the target customers of Howladar yunus & Co.

### Positioning:



**Figure 1: Positioning System of firm**

The diagram presented above illustrates the range of services offered by Howladar Yunus & Co. In accordance with the specifications of their clientele. The company offers audit service to large corporations and banks.

The analysis involves an evaluation of both the internal and external factors, including the



examination of their financial statements. For small and medium-sized enterprises (SMEs) and individual business operators, it is important to consider a number of factors when making decisions regarding their operations.

The firm proffers tax and consultancy services to its esteemed clientele.

**2.4.2 Marketing Channels:**

The marketing channels adopted by this esteemed certified accountant are notably straightforward. As it is unclear what text is being referred to or what changes need to be made to make it more academic, here is a general example of text rewritten in a more academic way: Original: The author of the article used a lot of slang and informal language to make it more relatable to the average reader. Academic rewrite: The author of the article employed colloquialisms and vernacular phrasing to enhance the text's accessibility and appeal to a broader audience. The organization under scrutiny is primarily a service provider rather than a manufacturing entity. As such, the focus of its operations is predominantly on the distribution of services.

The aforementioned procedure can be characterized as a straightforward and uncomplicated process. They offer direct service to their corresponding enterprises. In order to effectively convey information, it is imperative to adhere to the standard conventions of academic writing. This requires a careful consideration of the audience, purpose, and style of writing. To begin with, the audience must be taken into account when crafting an academic document. It is essential to identify the target readership and tailor the language and tone accordingly. For instance, one must choose appropriate vocabulary, avoid colloquialisms, and refrain from using slang or overly informal language. This is particularly important in professional or scholarly contexts, as these audiences are typically more discerning and expect a higher standard of writing. Secondly, the purpose of the document must be clearly defined and reflected in the structure and content of the writing. Whether it is to persuade, inform, or entertain, the document should be organized in a logical and cohesive manner, with each idea flowing smoothly into the next. This requires a strong central argument or thesis statement, supported by relevant evidence and examples throughout the document. Lastly, the style of writing should be formal, concise, and precise. This necessitates the use of complex syntax, varied sentence structures, and accurate grammar and punctuation. It is also important to avoid redundancy, ambiguity, and unnecessary adjectives or adverbs. The result should be a clear, authoritative, and compelling piece of writing that effectively communicates its intended message.

Manufacturing companies need to maintain mediums whereas other entities do not necessarily require such protocols to operate.



**Figure 2: Service providing process**

**2.4.3 New Product development:**

Howladar Yunus & Co is trying to develop their Service quality as it is important to maintain their ranking position as well. They are still trying to provide the better services to their client. They are also improving their tax and audit service so much perfectly and hopefully that will represent them as the best accounting service provider in the current market.

#### **2.4.4 Branding Activities**

Howladar Yunus & Co Chartered Accountants has established itself as a distinguished brand in the domain of chartered accountancy. One of the pioneering companies that has been in existence for a substantial period. Following the establishment of the organization, it became apparent that a comprehensive evaluation of its goals and objectives was necessary. It was imperative to assess the efficacy of its operations and determine areas requiring improvement. Therefore, a thorough analysis of the organization's performance was conducted, and the results showed that certain adjustments were required to enhance its effectiveness. Consequently, a strategic plan was developed, which outlined the necessary steps required to address the identified deficiencies and achieve the desired outcomes. This approach facilitated the organization's growth and success over time. The Howladar Yunus & Co Company has successfully maintained its goodwill and brand value up to the present time. Several of the subsequent branding endeavors of Howladar Yunus & Co Chartered Accountants consist of a variety of activities. Maintaining positive relationships with large corporate clients and offering assistance in.

#### **2.4.5 Advertising & Promotional activities**

The company primarily advertises their operations via online media channels. To be more precise, digital platforms like Facebook and LinkedIn. Howladar Yunus & Co leverages these platforms to market their operations to both their desired clientele and potential recruits who aspire to pursue a career in the field of Chartered Accountancy. Furthermore, Howladar Yunus & Co. possesses an official online platform under the domain name of "www. Howladar Yunus & Co. com" The website aims to provide the general public with knowledge and understanding regarding the company's policies, regulations, and objectives. Howladar Yunus & Co. has established a strong market presence that necessitates no advertising effort on their part, as their reputation speaks for itself.

### **2.5 Financial Performance and Accounting Practices**

#### **2.5.1 Financial Performance**

Howladar Yunus & Co, a firm of chartered accountants, have in place a tried and tested mechanism for upholding their financial progress. They adhere to a rigorous protocol in safeguarding the confidential nature of their information. As the company is privately held, its financial record is confidential and only accessible to authorized personnel. The company has been experiencing a satisfactory increase in their overall service earnings. Over the past five years, this company has been able to achieve higher revenue than other competing businesses in Bangladesh. The extensive clientele of Howladar Yunus & Cochartered contributes significantly to their significant revenue generation.

## 2.5.2 Accounting Practices

Howladar Yunus & Co is an accounting firm that conducts audits and provides accounting services to various businesses. They prioritize maintaining accounting principles for themselves and their clients. Howladar Yunus & Co., chartered accountants, follow ICAB's accounting standards and consistently apply them to all years for financial statement preparation. The firm uses IAS 1 framework for financial statement preparation and presentation. FS preparation follows core accounting principles below-

**Accounting standards:** The firm follows IFRS and relevant laws to prepare financial statements. Prepared under historical cost convention.

**Accounting Method:** This Firm follows accrual basis accounting practices. The firm recognizes most of their revenue on accrual. They use both accrual and cash basis to recognize expenses.

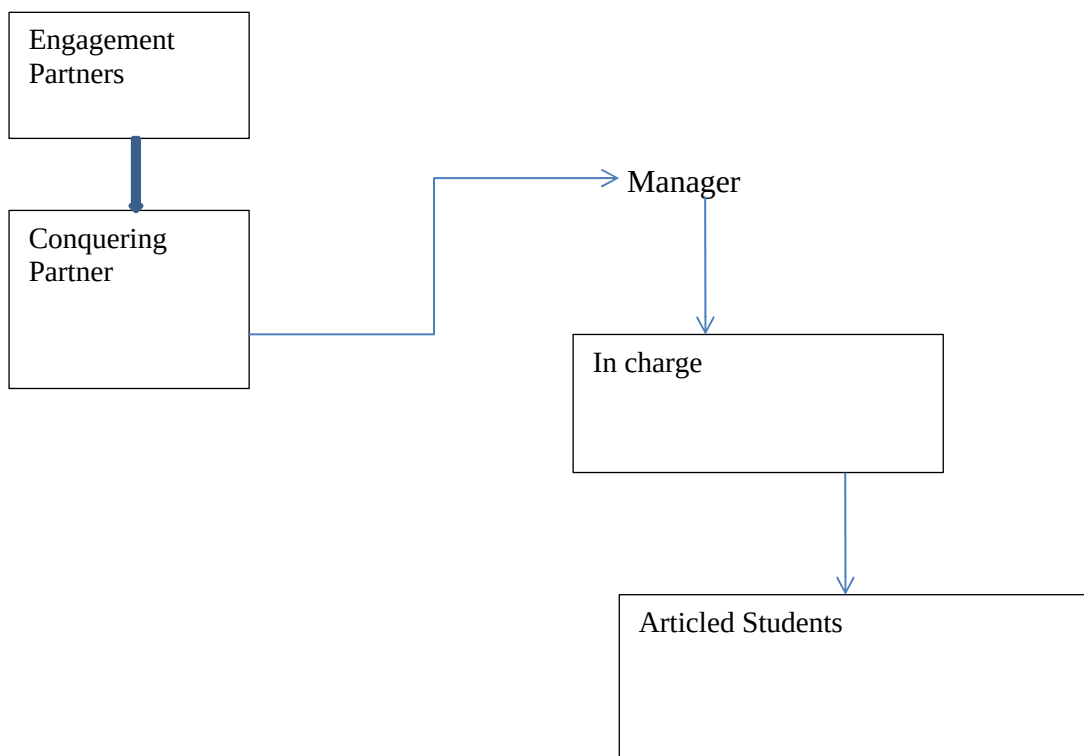
**Depreciation Methods:** The firm applies declining balance to assess fixed assets like furniture and equipment. The firm uses the principle to record fixed asset prices at historical cost or fair value. The company abides by "IAS-16" to record depreciation as historical cost minus cumulative depreciation. The firm has no lease assets, so they do not need to include the "IFRS-16" lease property on their financial statement.

**Accounting Disclosures:** Howladar Yunus & Co chartered accountant doesn't fully disclose in their financial statement due to private limited status." Thus, no outsiders are privy to their financial information except themselves. They strictly maintain confidentiality of their financial info. The firm uses IFRS 7 for stakeholder/partner disclosures but doesn't share financial data with investors.

## 2.6 Operations Management and Information System Practices

### 2.6.1 Operation management

Operations management maximizes efficiency by controlling the process and staff. Op management is crucial for all orgs, including. This firm provides audit services to large businesses. Firms offer tax and consultancy services that don't require much operation. Firms use approach for such cases. Firm's Operation Monogram:



**Figure 3: Operation management**

### 2.6.2 Information System Practices

Howladar Yunus & Co relies on effective information system practices. The firm's use of information systems for data management and client communication. This Firm utilizes ERP for data storage, collection, and processing of clients and stakeholders.

## **2.7 Industry and Competitive Analysis**

### **2.7.1 Porter's Five Forces Analysis of Howladar Yunus & Co**

The porter's five forces analysis of **Howladar Yunus & Co** is as follow-

#### **1. Threat of new entrance: High**

Every CA firms are providing better quality of Auditing Services to their clients. The CA firms are beating to another CA firms now days. As there are many rivals has become of threat of new entrance and they are also performing well in market. For Example S.F. Ahmed & Co. is doing well and it has so many clients and that can be a prominent to be a new entrance in the Market.

#### **2.Threat of substitution: Low**

Howladar Yunus & Co, a chartered accountant firm, has no competitors in the market. As there are no substitute approaches for auditing or tax planning assistance. Every major corporation must perform a mandatory audit on a yearly basis. For companies that are publicly listed, an annual audit of their financial statements is necessary and cannot be neglected.

#### **3. Bargaining power of suppliers: Medium**

Bangladesh's CA firms view suppliers as potential future CAs or article ship candidates, as well as current professionals in the accounting industry. The partners authorize the audit engagement, while the actual service is carried out by a team of capable article students and professionals. The firm has limited negotiating influence when it comes to recruiting article ships. ICAB has established a collection of regulations that have been put into effect. These ICAB regulations are highly beneficial for companies such as Howladar Yunus.

#### **4. Bargaining power of buyers: High**

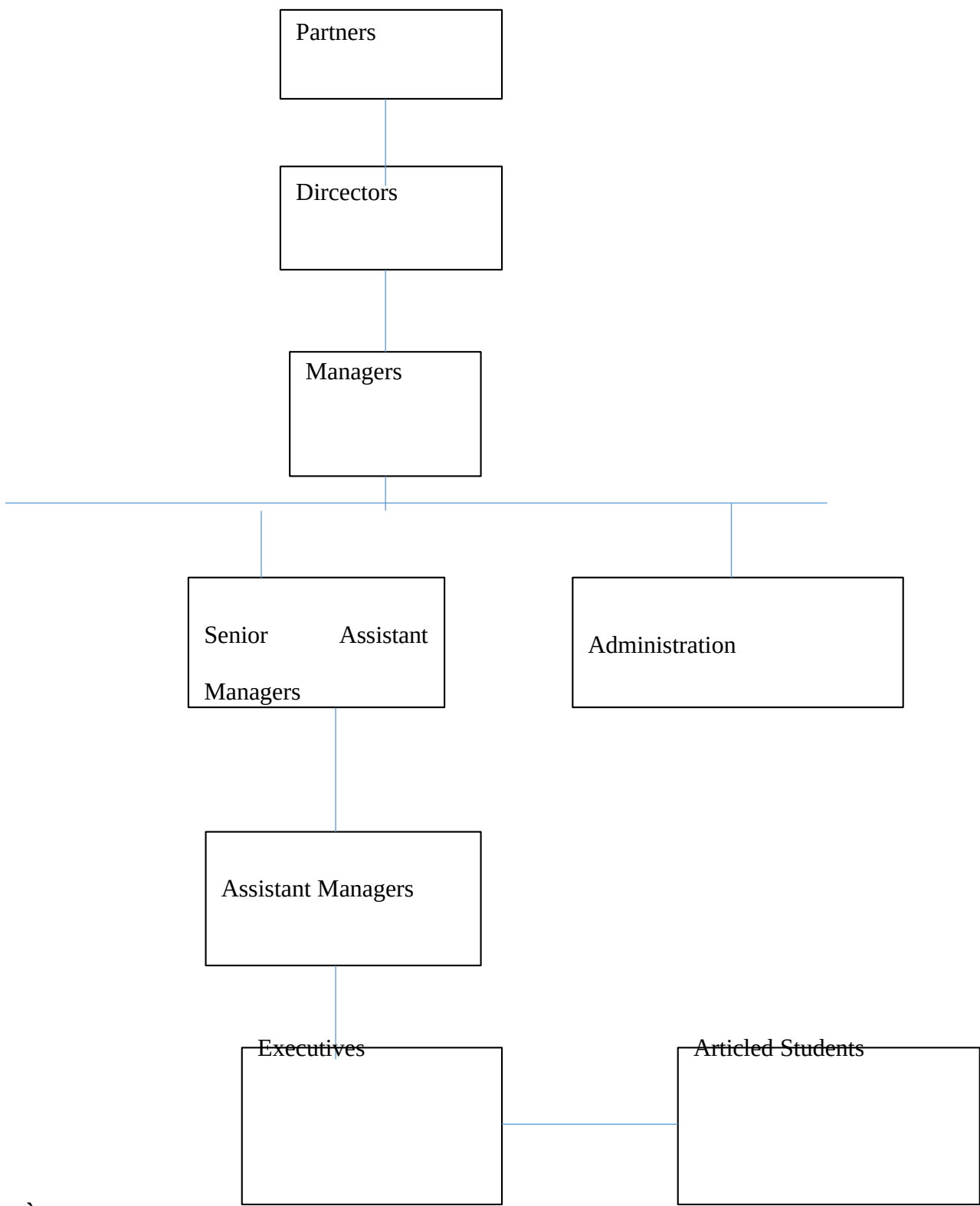
How much leverage do the clients of Howladar Yunus possess. The chances of seeing impressive heights in the industry are notable, given the presence of esteemed companies such as Howladar Yunus. Conducting industrial transactions in a specific sector. ACNABIN, Hoda Vasi Chowdhury & Co, Syful Shamsul Alam & Co, Qasem & Co, Rahman Rahman Huq, Howladar Yunus & Co, and S. FAhmed & Co are just a few examples of the renowned companies operating in the field. The presence of these competing accounting firms allows clients the freedom to effortlessly shift between firms due to concerns regarding the quality of service.

### **5. Rivalry among existing competitors: High**

There exist three classifications currently, which are identified as A, B, and C categories. A-grade firms are recognized as the top-performers in terms of service excellence and customer portfolio, whereas C-grade firms are new entrants to the market with a limited number of clients and a small team of professionals. More than 50 out of the 164 companies in Bangladesh fall under category A. Thus, it can be deduced that Howladar Yunus & Co, being an A category firm, faces intense competition from its established rivals.

## **2.8 The Organizational Hierarchy of Howladar Yunus & Co. Chartered Accounts**

**Figure 4 : Organizational Hierarchy System**



## 2.9 SWOT Analysis of Howladar Yunus And CO (HYC)

**Strength:** The HYC firm has a big strength of their Excellent Audit performance.

Therefore it is still maintaining their handsome position. Moreover it has maintained its reputation day by day. Many clients of Howladar yunus & Co are very much happy of their outstanding audit Services. Therefore, it is one of the best Accounted firm as well.

**Weakness:** The HowldarYunus and Co cannot maintain the student friendly environment. The firm does not provide enough facilities to work. That is why the student who are new comers they do not get proper knowledge of work and gather a bad experience as well.

Furthermore the distance of firm and client office is so far way that is why some student get so exhorted of it. So A minority of individuals I aspire to become a CA due to its low success rate. This is why it exists. There is a significant lack of articles among student writers.

Consequently, organizations are willing to hire students who lack significant work experience. "Dispatching them straightaway for auditing objectives."

**Opportunity:** In recent times, the ICAB has introduced a number of beneficial policies for CA firms.

One instance of this is the introduction of ICAB's latest DVS strategy, designed to assist enterprises in securely stockpiling their data. Efficiently manage documents (ICAB, 2022).

ICAB has implemented the DVC policy, additionally. Assists companies in providing additional validation for their yearly report and declaration Furthermore, a plethora of startup ventures and international corporations are establishing their enterprise. In the country of Bangladesh. The prospects of these influential enterprises being prospective clients in the



future are promising but "Howladar Yunus & Co" In recent times, the increasing prosperity of Bangladesh serves as evidence for novel advances. Howladar Yunus & Co is poised to benefit as the business continues to expand.

**Threats:** Howladar Yunus & Co faces a significant danger as more potential CA firms enter the market. The realm of accounting-related services. Numerous clients are changing companies due to this outcome. To lower their auditing expenses. Moreover, at times, it can be a daunting task to maintain. The audit process is carried out within a group, ensuring complete confidentiality of the client with a 100% guarantee. This environment fosters collaboration between individuals of both professional and non-professional backgrounds. If details of the customers' personal data are involved, it is essential to handle it properly. The information has been exposed to the public that the organization is contemplating taking legal action against the company. Finally, an enormous A scarcity of proficient individuals in the realm of Chartered Accountancy. As not all individuals are inclined to undertake certain actions, universally accepted compliance can be challenging to achieve. Becoming a qualified accountant is not a guaranteed outcome for all individuals pursuing a career in CA. This is the reason why It is uncommon to discover a sufficient quantity of skilled experts at Howladar Yunus & Co.

<p>Strength:</p> <ul style="list-style-type: none"> <li>• Reputed Firm</li> <li>• Many big clients</li> <li>• Best Accounting firm</li> </ul>	<p>Weakness:</p> <ul style="list-style-type: none"> <li>• Lack of Working Environment</li> <li>• Huge Geographical Distance</li> </ul>
<p>Opportunities:</p> <ul style="list-style-type: none"> <li>• Maintaining the policy Of ICAB</li> <li>• Emerging new business</li> </ul>	<p>Threats:</p> <ul style="list-style-type: none"> <li>• New Rivals</li> <li>• Insufficient skills</li> </ul>

**Figure 5: SWOT Analysis of Howladar Yunus and Co**

## **2.4 Summary & Conclusion**

### **Summary**

So far it is come to known that Howladar Yunus and Co is one of the most reputed Firms in Bangladesh. It is maintaining their valuable position in.

In short the chapter 02 has discussed about the Firm's Details. Later on, this chapter has showed the positioning system of this firm. There are many special services that the firm is always giving specially Audit and Tax. Then at last this chapter point out of the SWOT Analysis of this Firm

### **Conclusion**

In conclusion, Howladar Yunus & Co, a distinguished accounting firm in Bangladesh, has been operating for over 53 years. Throughout their journey, they have been presented with numerous ICAB accolades. In the context of auditing, they are providing significant value-added services. A nation located in South Asia, Bangladesh is known for its rich culture, thriving population, and unique geographical location.

## **Chapter 3**

### **Audits of Internal Control over Financial Reporting**

#### **Introduction**

Audit and assurance services are regarded as a significant service provided by CA firms in Bangladesh. Every company around the world is mandated to carry out an annual audit information. In Bangladesh, unlike other countries, all companies are obligated to conduct an annual audit. Howladar Yunus and Co, along with other CA firms in Bangladesh, significantly contributes to offering audit services. Service provided in the business industry. As someone who held the position of junior auditor at Howladar Yunus & Co. for the past five years. Over the past few months, I have observed significant changes in the quality of audit and assurance processes. One of the fundamental offerings provided by Howladar Yunus & Co chartered accountant is their essential service. After making these observations, it can be concluded that one of. One of the key conclusions is that there is a deficiency in the provision of high-quality audit assurance services in Bangladesh. The issue at hand is. The scarcity of proficient individuals in the realm of accounting is leading to this phenomenon. The country of Bangladesh. In the following report, I aim to demonstrate various methods and mechanisms. Enhance the audit procedures in Bangladesh.

### **3.1.1 Literature Review**

The objective of this research is to enhance the comprehension of important elements in a more advanced manner. One must investigate factors that hinder the efficiency of auditing procedures and seek alternative approaches for enhancement. Assessing the effectiveness of an audit. The primary focus of my research is on the compensation and time management of auditors. To perform a yearly audit, one must possess knowledge, skills, and educational qualifications that meet the standards required to be an auditor. The surroundings in which a person works. Entity's performance, with the potential to significantly impact its overall effectiveness. An auditor is an individual or organization that conducts an examination of financial records to ensure accuracy and compliance with laws and regulations. Foreign academics tend to choose financial measures that demonstrate a company's financial capacity, such as profitability, solvency, and efficiency in managing assets, to examine how these indicators influence a non-standard audit opinion. The overall conclusion appears to be reasonably uniform. (Lu, 2020)

### **3.1.2 Internal Audit**

The inner review work is imperative to play down the event of false monetary explanations and give confirmation and autonomous discussion for decision-making. The reason of this think about is to analyze the relationship of the quality of inner review group (inner review work) on review expenses, review quality, review choice, and review supposition. This ponder employments 722 perceptions on companies recorded on the Indonesia Stock Trade for two periods from 2016 to 2017 and employments Standard Slightest Square Relapse investigation strategies to look at the speculations. This ponder found that one of the inside auditors' capacities, which is measure of the inside review group, as a corporate oversight component contains a positive and critical relationship to the size of outside evaluator expenses, review quality, and the propensity of companies to select evaluators with big names (Big4). In expansion, these ponder found that inner review too incorporates a negative and significant impact on the propensity of companies to acknowledge going concern review suppositions. This investigates gives back on the good thing about having a great quality of inside reviewers for the company. The comes about of this consider show that companies that have an satisfactory inside review work tend to taken a toll higher outside inspector expenses, and contracting inspectors with enormous names (Big4) to create tall review quality. In expansion, the presence of satisfactory inner inspectors moreover diminishing the likelihood of the firms on accepting the going concern review conclusions. (NTIM, 2020)

### **3.1.3 External Audit**

External audits performed by organizations to bestow or uphold certification for other entities necessitate a comprehensive comprehension of the fundamental standards or certification principles. This is imperative to determine, with precision, whether an organization is eligible

for certification. In general, organizations that are accountable for developing and sustaining certification standards do not typically conduct audits of organizations that are seeking certification, except for a few cases. Certification evaluations are conducted by authorized

Third-party entities that are empowered to carry out evaluations and award certifications to organizations that satisfy the certification criteria. Official national accreditation bodies or the certification standard-issuing organization are the only entities permitted to grant authorization to eligible organizations. As an example, external auditors are accredited by national entities to verify that organizations comply with different ISO standards, and the Software Engineering Institute appoints its own partner organizations to oversee CMMI appraisals for organizations aiming to achieve certification at various maturity levels. When organizations aim for certification, they opt for auditors who are accredited for specific standards by the national accreditation body in their operating area. The requirements for accrediting certification auditors differ somewhat and it depends on whether organizations governing the development of standards establish any minimum criteria. The ISO advises organizations to select approved auditors who follow the ISO/IEC 17021 standards. These standards detail the prerequisites for organizations engaged in auditing and certifying management systems. (Gantz, 2014)

An external audit checks to see if the protection system's physical equipment is working properly. Occasionally, people should check the locks, outside and stairwell lights, video cameras, emergency communication tools, and alarms to make sure they work well. If things in the healthcare broken or not working well, it can be very dangerous. They need to be fixed so that people can get the care they need. Some electronic security systems check themselves to make sure they are working correctly.

#### **3.1.4 Significance of the study**

This research enhances our understanding of the present state of auditing and expands our knowledge in this field. Taking into account the context of Bangladesh, the audit process is being examined. The aim of this report is to spotlight the crucial elements. These factors contribute to the level of effectiveness of both external and internal audits. This study's results reveal that. By undertaking a careful examination; this research will enable the reader to pinpoint the crucial elements and influences behind the audit process. Lack of effectiveness or productivity. Moreover, what makes this research distinct is the emphasis it has placed on. The consequence or influence of something. This will also somewhat connect the practice of human resources. Finally, concluding the research. This will provide empirical insights on how educational qualifications influence job performance. Of professionals in the field of chartered accountancy. Which will provide a precise understanding of the problem of audit incompetency? The individual who peruses the written material Individuals will develop a heightened comprehension pertaining to various factors and subsequently gain a clearer perspective in resolving them.

Difficult choices or predicaments.



### **3.2 Methodology**

The main objective of the project is to examine the effectiveness of the audit procedure and its key aspects.

Potential factors or mechanisms that could have a significant impact on enhancing the effectiveness of auditing. To accomplish this objective, it is necessary to implement certain measures and devise a concrete plan.

In order to carry out this study, only limited data was gathered from the organization's internal channels.

Groups that fall into the category of the main information origin. Furthermore, supplementary information from pre-existing sources

Responses are being collected through the use of Google forms. Moreover, in order to finalize the undertaking.

Both categorical and numerical information were collected from the survey participants.

Subsequently,

the collected data is being processed through the SPSS software to conduct correlation and analysis.

I will be applying regression analysis to my project in order to determine the correlation between the variables.

### **3.2.1 Planning**

Effective planning serves as a critical tool in attaining desired objectives, since it furnishes a roadmap or establishes a direction for progress.

Strategies to accomplish this task. Typically, the procedure commences by assessing current activities and recognizing the...

Areas that could benefit from enhancements. To devise a successful strategy, one must first create a clear mental image of the objectives they wish to achieve.

An intelligent rephrasing would be: To proficiently reach the intended destination, it is important to identify and outline the necessary actions in a systematic manner. Strategizing for future endeavors.

Supplies the necessary data to make effective choices regarding the sequence and order of importance.

The criteria used for distributing resources are determined by the elements involved.

Productivity can be achieved through effective planning.

Efforts should be made to ensure that resources are utilized efficiently while avoiding any unnecessary waste. This also holds true in the context of an audit.

If not appropriately planned, an audit could potentially last long. Key standards for auditors, is designed to provide guidelines for planning and performing financial audits. Numerous criteria from the International Standards of Auditing necessitate the implementation of an audit approach.

Adequately mapped out in advance. This applies similarly to the Bangladesh Standards on Auditing (BSA) as well.

The significance of having proper and consistent documentation of clients is underlined by BSA.

A document outlining plans and strategies. The development of the planning memorandum is

carried out based on the guidelines provided for the audit.

Create a plan using the auditor's overall audit expertise and understanding. The process of organizing and making arrangements for future events or activities.

Various kinds of records are comprised of:

The type of business that the organization engages in.

the procedure of carrying out the commercial activities.

The potential hazards and their impact on the enterprise.

Audit procedures implemented by the auditor to examine the company's financial records and operations.

### **3.2.2 Components of Internal Control**

Internal control is **composed** of five different **components**.

COSO has developed a comprehensive framework for effective internal controls. The framework of COSO comprises of five elements.

The environment of control.

The overall mechanisms and regulations that govern the company's financial reporting are known as the control environment. The environment refers to distinctive measures, including regulations, procedures, and criteria that dictate the execution of internal controls. The concept involves components that are not easily measurable, such as the company's principles, moral standards, and anticipated conduct.

In the end, it is up to the management to ensure adequate internal control over financial reporting (ICFR). Therefore, organizations like the Center for Audit Quality (CAQ) stress the significance of senior management setting the tone and being a role model when creating a control atmosphere. The tone set by high-level management provides a subtle indication to the entire company on how they should handle internal controls over financial reporting (ICFR).

The evaluation of potential hazards and the likelihood of their occurrence is known as risk assessment. Having a comprehensive understanding of the potential negative impact on a company's reporting enables easier prevention of any damaging material effects. In order to safeguard their organization, companies need to conduct an evaluation of the potential dangers posed by both internal and external factors. Management needs to set specific control objectives related to compliance, reporting, and operations on various levels before conducting any risk assessment. According to COSO, risk refers to the likelihood of an event causing negative consequences for achieving objectives. This differentiation is crucial because even if a destabilizing event does not put the organization's survival at risk, it still needs to be acknowledged and measures must be implemented to control its impact on the business goals outlined by management.

#### Management measures

the completion of ICFR is accomplished through the implementation of internal control measures. Once they have created a control atmosphere and conducted a risk analysis, management must formulate strategies and measures to reduce risk and avoid significant

flaws. Every level of the organization has a responsibility to perform control activities, therefore, it is crucial to have a segregation of duties in place to divide work tasks among different people and prevent any individual from having excessive power. To ensure efficient internal control, it is necessary to take measures that would prevent potential risks and identify their origin, thereby offering management timely and relevant information about the organization's operations.

Due to this, there is often a need to establish controls at both the process level and the entity level. Intelligent rewording: Controls at the entity level oversee potential risks that may impact the topmost echelon of the company, such as a hotline for internal reporting to enable anyone to report suspicions of fraudulent activity. Process-level controls ensure that errors are minimized within a specific business process. This can be achieved through guidelines on proper methodologies for procuring inventory or compensating vendors.

The exchange of knowledge and the means of conveying it.

The COSO characterizes information and communication as a consistent and repetitive procedure of supplying, distributing, and acquiring essential information. Without confirmation that information is communicated promptly and efficiently at all tiers of the organization, management cannot assess the adequacy of their established controls.

Developing effective monitoring activities is crucially important to the development of information and communication processes, as the two cannot function independently.

Monitoring business activities to gather data is pointless if the obtained information is not delivered to the appropriate individuals. Observing actions. As circumstances constantly evolve, businesses must implement monitoring measures to ensure that management is

informed of any changes and their potential impact. COSO provides a framework in which a company's monitoring system endeavors to detect three tiers of inadequacies.

Material weakness refers to the presence of one or more inadequacies that increase the likelihood of material misrepresentation in the annual or interim financial statements.

A notable inadequacy, while not as severe as a substantial weakness, is nonetheless significant and warrants consideration. Deficiency refers to a situation where internal or external controls fail to promptly detect or prevent inaccuracies.

### **3.2.3 Objective**

The ultimate aim of implementing ICFR is to establish internal guidelines and protocols for financial reporting that ensure the truthful and precise recording of transactions, as well as safeguarding the firm's assets against any illegal or unauthorized tampering that may significantly impact the financial statements. ICFR requires compliance with a set of rules governing financial reporting.

By implementing ICFR, organizations can decrease the likelihood of significant errors in their financial statements, enhance the overall quality of the statements and their associated disclosures, and achieve satisfactory levels of data protection.

### **3.2.4 Role of Auditors in internal Control Financial Report (ICFCR)**

**Auditors evaluate** the ICFR **process** of their **clients, which involves examining** the probability of significant errors in financial statements and conducting a sampling test of transactions. Auditors assess for the presence of significant inadequacies in internal controls, commonly referred to as material weaknesses. If a client company has weak internal controls, the audit testing required to ensure accuracy and compliance increases, resulting in a higher annual audit fee.

As part of their annual review or audit of financial statements, auditors provide reports to both private and public clients highlighting internal control areas that need improvement.

These reports are showcased to the governing body and the Audit Committee of the Board of Directors. It is imperative for companies to promptly rectify any shortcomings in their internal control systems.

As small businesses expand and hire more staff, their internal control systems such as ICFR should enhance due to the betterment of processes such as segregation of duties, review, approval, and IT systems.

Auditing firms overseeing public companies with a minimum of \$100 million in revenue are obliged to carry out a distinct assessment task for ICFR purposes. Following this, an ICFR attestation report is generated and added to the client's Form 10-K submission to the SEC, which is then made available for stakeholders, including those with share investments.

### **3.2.5 Audit Procedure**

#### Review Strategy

The review method can be separated into three wide steps:

- Arranging the Review
- Conducting the Review
- Announcing the Comes about within the Review Report

Arranging the Review: the standard of "Standard of Field Work" of GAAS requires the evaluator to

arrange their review program in subtle elements and with amplexness. For the reason of carrying the review



viably and efficiently, the audit exercises have to be be legitimately arranged and controlled.

This

permits inspector to fetched proficient, maintain a strategic distance from errors and assemble

adequate and suitable

prove.

Understanding the Client's Commerce: having a legitimate understanding of the nature of the

client's

commerce and the industry in which it works, permits the evaluator to know where and how

the

assets must be concentrated and distinguish the key regions of hazard for the client. This

moreover permits

inspector to pinpoint key zones of potential error, recognize complex exchanges that have a

higher chance of mistake and the capacity of the client to proceed as a going concern.

Creating the Review Program: the review program is the foremost crucial control instrument.

The

strategies that are to be taken after amid a review are outlined within the review program.

Collecting and Analyzing Review Prove: all the bookkeeping records contained within the

money related

explanations and other data such as affirmation from third parties are considered as review

prove.

Evaluating Inborn Hazard: it is the auditor's appraisal of the plausibility that fabric

misstatements could be display within the account equalizations some time recently

considering the viability of

the client's inner control. The moment standard of the "Standards of Field Work" emphasizes

on understanding the client's inner control. The chance can expanded or relieved by the

auditor's

capacity to survey extortion or by the one of a kind characteristics of the commerce and its industry.

Surveying Control Chance: the chance that a fabric misquote, either separately or in combination with other error, will not be avoided or identified on a normal premise by the client's inner control. Understanding the client's inside control permits the inspector to distinguish

potential ranges of misquote and the variables that might influence the chance of fabric error. Conduct the Review: the review is conducted based on the arranging and the two taking after test are

performed:

- Test of Control
- Substantive Test

Test of Control: the adequacy of the inside control frameworks is gotten through the tests of control, as well as prove with respect to operation of policies and methods connected. With the help

of this test, the inspector decides in the event that the control procedures are working viably to diminish the

chance of fabric misquote. The reviewer is concerned with the taking after statements within the test

of control:

- Presence: Whether the control really exists
- Viability: The control is working successfully
- Coherence: The control has worked always all through the stipulated time with moo

to no deviation in comes about.

Substantive Test: the completeness, exactness and legitimacy of the information created by the accounting

framework is gotten through substantive test.

### **3.2.6 Role of Risk Assessment**

The audit process outlined in this standard is built upon risk assessment, which includes identifying important accounts and disclosures, relevant assertions, selecting which controls to examine, and deciding what evidence is needed to evaluate a specific control.

The level of audit attention to be given to a specific area of a company's internal control over financial reporting is proportionate to the likelihood of a material weakness existing in that area. Furthermore, the likelihood for a company's internal control system for financial reporting to be ineffective in identifying or preventing falsification as a result of fraud is generally greater than the probability of it failing to detect or prevent errors. The auditor should primarily prioritize evaluating the areas that pose the greatest risks. Alternatively, controls that are unlikely to cause significant errors in the financial statements need not undergo testing, even if they are not up to par.

The level of intricacy within the company's structure, department, or procedure is a vital factor that the auditor considers when assessing the risk involved and deciding on the requisite steps.

### **3.2.7 Importance of Internal Control System**

The auditor holds the primary responsibility of comprehending the internal control system. Process, it is important to carefully assess and consider all relevant factors and variables. This involves taking into account the nature and size of the organization, the industry in which it operates, the specific risks and challenges it faces, and the objectives and expectations of stakeholders. By doing so, the organization can ensure that it sets an appropriate threshold for materiality and applies it consistently and effectively throughout all aspects of its operations. Rephrasing: "Examine and scrutinize financial records to ensure compliance with laws and regulations." The reason behind this is the auditor's evaluation of whether or not the financial statement includes valuable information.

Whether there are any inaccuracies in the information provided or not. The significance of a misstatement is usually determined based on its materiality.

If the comprehension of financial statements results in the acquisition of knowledge for the educated user, then it is considered wise.

Alter one's determination. Auditor needs to have a thorough comprehension of the methods and procedures used in the auditing process.

The client's internal control system operates to identify significant errors or discrepancies.

Potential areas where errors or mistakes in financial reporting might occur.

### **3.2.8 Perfect Reporting**

In this particular category, there exist four specific criteria. "They consist of:"

with the governing accounting principles. The report needs to indicate whether the financial records are consistent with the established accounting standards.

By following accounting standards that are widely acknowledged and accepted.

The report will outline situations where these principles have not been implemented.

Consistently noticed during the current time frame compared to the previous one.

Adequate and reliable representation of the organization's financial performance. The financial statements' informative disclosures can be considered as a moderately effective and trustworthy portrayal of the company's financial achievements.

Sufficient, unless explicitly specified in the report.

The report must include a statement on the overall financial statement, either providing an assessment or expressing an opinion.

A statement claiming that it is not possible to voice a particular viewpoint. Indicate the cause in a clever manner.

Expressed when a general impression cannot be articulated. In every instance, whenever the auditor's role is involved, regardless of the circumstances, a certain protocol and set of guidelines must be followed meticulously.

The financial statement should include a distinct reference to the name.

If applicable, information about the nature of the auditor's tasks and the level of their involvement.

The accountability assumed by the auditor.

Been completed, particularly in relation to communication with those charged with governance. The category of GAAS highlights the duties of an auditor after the completion of an audit, with a focus on communication with individuals responsible for governance.

Research has been carried out.

Auditor is required to provide a clear presentation of the financial statement, including a statement indicating whether any discrepancies or irregularities were found.

The financial reports have been formulated adhering to acknowledged accounting standards. Specify the principles that have been violated or any errors and incorrect information in the statement.

Optimal level of performance. The focus is on ensuring that quality is consistently maintained over time. The standard places great emphasis on the need for a consistent level of performance to be maintained at all times. Its primary objective is to ensure that the highest quality standards are sustained over an extended period without any lapses or fluctuations. After considering various acceptable accounting principles, the accounting principle in question was chosen.

Has been taken on. Running the business without carefully considering its possible consequences and effects on the company's operations. They need to make informed decisions based on a thorough analysis of their actions and their potential outcomes.

Rewritten: The Company's leaders must exercise caution when implementing business strategies as they cannot blindly rely on principles without weighing their potential impacts on the organization and conducting a comprehensive evaluation of their actions. Making well-informed decisions is key to the successful management of the company.

Strategy to maintain the progress made in the first year. Rewritten: The progress achieved in the first year will be rendered useless if the company fails to implement a plan for its sustainability in the future.

There is a valid basis for taking such action. It is important to identify any aberrations from the previous year.

The information was duly observed and recorded.

They are receiving full and accurate information about the company's financial status, and therefore rely heavily on disclosures made by the company in order to make informed decisions. The recipients of financial statements lack the means to determine the completeness and correctness of the company's financial information, and thus depend significantly on the disclosures made by the company to make informed choices.

Sufficient disclosure of the financial statements and related data has been made available.

By the company's administration. As an auditor, it is your duty to make certain that adequate information has been provided to enable the user to make financial decisions.

Statements that enable wise decision-making.

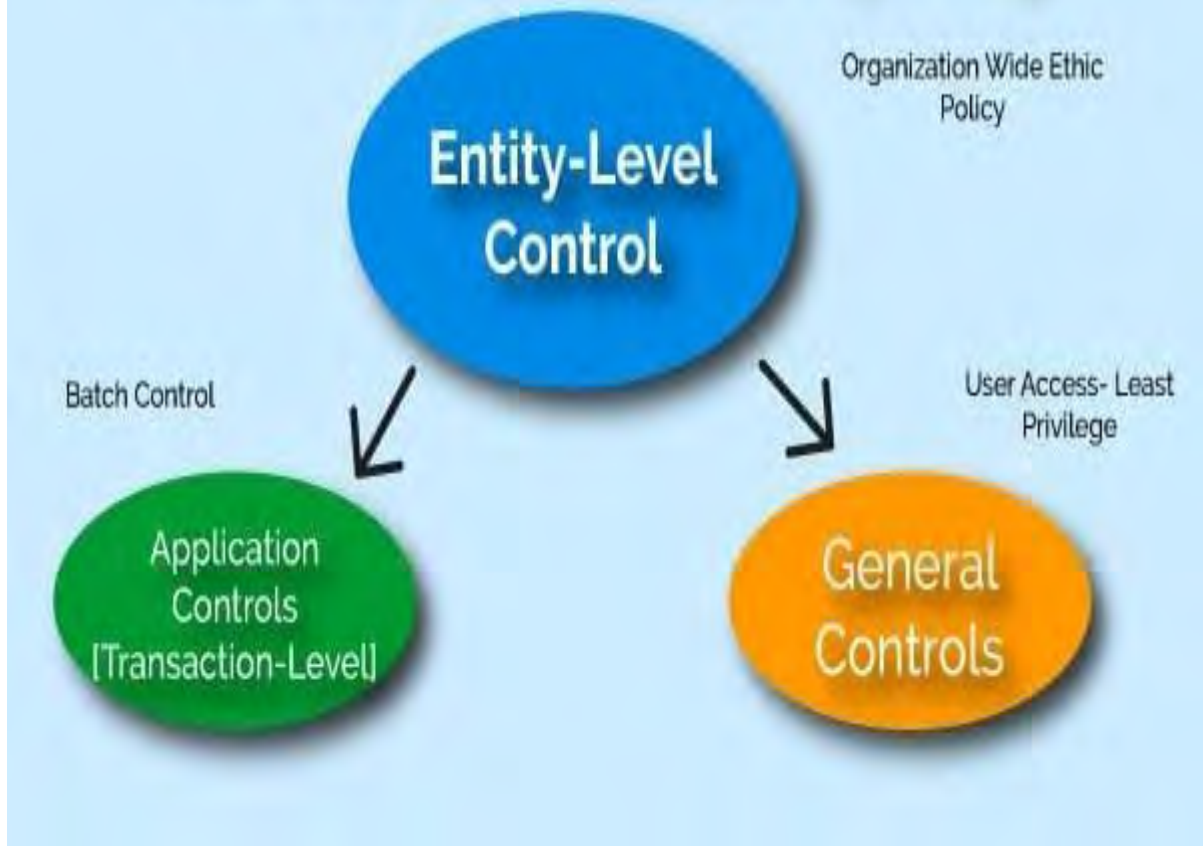
The declaration of the auditor's opinion is contingent upon the outcome of the audit.

In the audit report, it is essential to provide a clear description of the roles and obligations of both the auditors and the audited.

The necessary information includes details on the sampling process for the data, the types of tests that were conducted, and overall management practices.

Provide particular information in an intelligent manner.

# Controls Over Financial Reporting



## 3.2.9 Reporting On Internal control financial Reporting

Providing an account of internal control over financial reporting.

It is necessary to have a written auditor's report regarding the audit of ICFR.

The following must be incorporated:

.

. Please provide the text you want me to reword in a more intelligent way. Please provide a reworded version of the given text, taking into consideration the context and tone of the



original message. The appropriate addressee for the auditor's report should be determined.

The manner of the engagement will depend on the given situation.

Auditor's report should incorporate their viewpoint regarding ICFR and be comprehensive.

Reworded: "An Expert View on the Management of Financial Records' Integrity."

The document entitled "Opinion on Internal Control over Financial Reporting" is being referenced here.

Additionally, the auditor's report should carry out the following actions:

Please provide a well-crafted statement that reflects the same meaning as the following text:

i. Determine the organization that underwent an audit of its internal control over financial reporting (ICFR).

Declare that the internal controls over financial reporting of the organization have undergone an audit.

Determine the standards used to evaluate the Internal Control over Financial Reporting (ICFR).

"In all significant aspects, the internal control over financial reporting has been upheld as effective as of the stated period."

A particular date has been identified according to specific standards.

...

Immediately after the "Opinion on Internal Control Over Financial Reporting,"

The section titled "Financial Reporting" contains a segment labeled "Basis for Opinion" which is of importance.

The intention is to present the information in a modified form without changing its actual meaning. The audit was performed in compliance with the regulations.

GAAS refers to the Generally Accepted Accounting Standards, which recognize the nation of the United States as the specific location.

The duties of auditors as per generally accepted auditing standards (GAAS).

. The text implies that it is necessary for the auditor to be present.

To fulfill the auditor's various requirements, it is important to take into account the nature of the entity.

## **Chapter 4**

### **4.1 Recommendation**

The ways to address the issue

An issue may not be pressing at the moment, but it will eventually surface. Several suggestions have been outlined. Here are some suggestions on how to alleviate the issues:

The company has the flexibility to include a provision that outlines the required duration for their completion. Intelligent rephrasing: The appropriate timing for clients to approach the audit company for utilizing their services.

.

Ensuring a thorough sampling process is implemented to guarantee the highest level of audit excellence. The company.

It is important to inform the auditors and regulatory authorities if there is any noncompliance or any attempts to exert influence.

Referring to physical entities and incorporating them into the audit reports.

To avoid calling any junior student from an audit, it is important to have an adequate amount of staff available.

The student will be involved and then transferred to another task until the audit is completed.

"Occasionally, unexpected circumstances may arise where involvement is required to bring about resolution."

## **4.2 Conclusion**

. Having enough personnel to guarantee that no freshman student is summoned for multiple audits.

Temporarily reassigned to another project until the audit is completed. "Engagements are fulfilled during instances of unexpected circumstances." In summary, to conclude.

Opportunity to apply classroom learning to real-world situations. Rephrased: The internship initiative serves as a link connecting academic theory with practical experience, offering a chance to put classroom education into practice in actual scenarios.

As an intern, it is important to acquire a comprehensive understanding of the entire process.

This enhances the intern's knowledge and abilities. Developing knowledge enables individuals to delve into previously unknown aspects of their experiences.

Previously mentioned. The internship program has proven to be enriching and enlightening, providing valuable insights. This process brings us closer to reality by blurring the line between fantasy and truth, granting us the freedom to release ourselves from the delusion of an idealized world. Our internal confidence in obtaining a job and completing tasks efficiently. I have made an attempt to explain the audit process comprehensively. This report outlines the practices adopted in Bangladesh. The field of chartered accountancy holds a prestigious reputation. Bangladesh and the accounting firm Howladar Yunus & Co. As the leading professionals in their field, Chartered Accountants hold a prominent position. The individual has made a diligent effort to comply with all the guidelines and protocols implemented by ICAB. able to achieve its goals with great success.

I have been doing it for several years and plan on continuing this practice for many more years to come. Despite some imperfections in the procedure. In the current dynamic technological and economic landscape, The contribution of chartered accountants is crucial in achieving success. Creative methods need to be devised by businesses for offering better customer service. By enhancing their clients' satisfaction and relieving their employees of work-related stress, they aim to bring about greater contentment. Pupils. With the aid of quality resources, this prosperous industry has the potential to further enhance its growth. The individuals who are the subject in this case are the students who are assigned to an institution for training purposes. I am optimistic about the audit process carried out by Howladar Yunus & Unfortunately, The field of Chartered Accountancy is expected to witness further growth and advancements in the future, thereby enhancing its overall standard. Their services, which are already meeting expectations, will undergo further enhancements.

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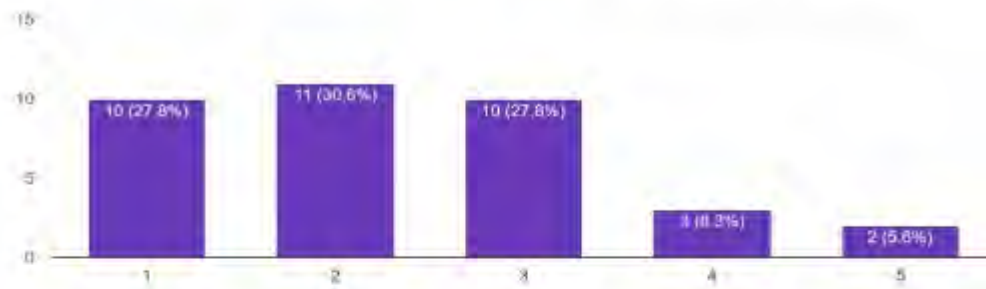
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## Appendix A

Do you prefer facing audit in your organization?(It can be both external or internal audit)

36 responses



If you are an auditor which sector would you like to conduct audit on ?

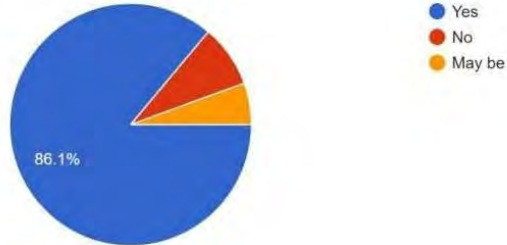
36 responses



## Appendix B

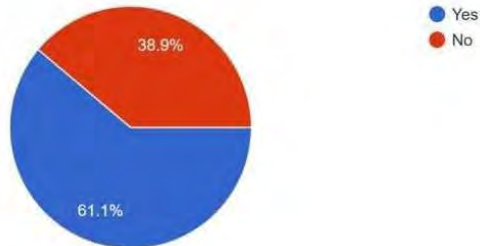
Do you have any idea about the term "Audit" ?

36 responses



Have you ever faced Audit in your workplace ?

36 responses



State your profession

34 responses

