



NATIONAL OPEN UNIVERSITY OF NIGERIA
Plot 91 Cadastral Zone NnamdiAzikiwe Express Way, Jabi-Abuja
FACULTY OF MANAGEMENT SCIENCES
DEPARTMENT OF FINANCIAL STUDIES
2021_1 EXAMINATION 1234

COURSE CODE: ACC411

CREDIT UNIT: 3

COURSE TITLE: AUDITING II

TIME ALLOWED: 2^{1/2}HOURS

Instructions:

- 1. Attempt question number one (1) and any other three (3).**
 - 2. Question number 1 is compulsory and carries 25 marks while the other 3 questions carry 15 marks each. Present all your points in coherent and orderly manner.**
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QUESTION 1

- a. Define Money Laundering (5 Marks)**
- b. According to Money Laundering (Prohibition) Act 2011 state five ways in which criminal offences connected with money laundering (I mark each) = 5Marks**
- c. State and explain the 5 Stages in Money Laundering (2 Marks Each) = 10 Marks**
- d. Five specific obligations for detecting and reporting suspicions of money laundering are placed on professional firms (for example, lawyers and accountants) and financial institutions (I mark each) = 5 Marks**

Total Marks = 25 Marks

QUESTION 2

- a. State and explain three Sources of Regulation for Audit and Assurance services in Nigeria(3 Marks each = 9 Marks).**
- b. According to ISA , in the case of the legal environment and non-compliance by a client company, what does the law require the auditor to do? 3points x 2 Marks Each= 6 Marks**

Total Marks : 15 Marks

QUESTION 3

- a. State five of the directorates of the Financial Reporting Council according to Act.
18 (5 points x 2 marks each) = 10 Marks
- b. Five Functions of the Board as stated in (Section 8) of the Act are?
5 points x 1 Mark Each = 5 Marks

Total Marks = 15 Marks

QUESTION 4

- a. State five other Provisions with indirect impact on the work of the Auditor as spelt out by the Public Corporation Accounting Oversight Board? **5 points x 2 Mark Each = 10 Marks**
- b. State the basis for Human Resources/Assignment of Engagement Teams
5 points x 1 Mark Each = 5 Marks

Total Marks = 15 Marks

QUESTION 5

- a Enumerate the Fundamental Ethical Principles in an audit
5 points x 1 Mark Each = 5 Marks
- b.Circumstances where professional accountants may disclose Confidential Information
5 points x 2 Mark Each = 10 Marks

Total : 15 Marks