



Tentin päivämäärä / Date of exam: 21.3.2013
Opintojakson koodi, nimi ja tentin numero / The code and the name of the course and number of the exam: 721193S Advanced Auditing, 1st exam
Tentaattori(t)/ Examiner(s): Petri Sahlström
Sallitut apuvälineet / The devices allowed in the exam: <input type="checkbox"/> Laskin (ei graafinen/ohjelmoitava)/Calculator (not graphic, programmable) <input type="checkbox"/> Sanakirja/Dictionary <input type="checkbox"/> Muu materiaali, tarkennettu alla/Other material, specified below
Tenttiin vastaaminen / Please answer the questions <input checked="" type="checkbox"/> suomeksi/ in Finnish <input checked="" type="checkbox"/> englanniksi/ in English
Kysymyspaperi on palautettava / Paper with exam questions must be returned: <input type="checkbox"/> Kyllä/Yes <input checked="" type="checkbox"/> Ei/No

1. What has the auditing research found on audit quality (based on lecture notes and research articles, Francis 2004, in particular)?
2. Explain the following terms/concepts:
 - Agency cost
 - Industry expertise in the auditing context
 - Auditor tenure
3. Fraud Risk Triangle. Eilifsen et al. 2010, Ch. 3. (also e.g. ISA 240)
Three conditions are generally present when material misstatements due to fraud occur. Describe these three conditions that are sometimes referred as the fraud risk triangle.