Communicating deficiencies in Internal control to TCWG and Management

Objective

To Communicate appropriately

to TCWG and Mangⁿ (kisko)

Deficiencies in IC identified during audit (kyaⁿ)

~~which~~, which in the auditor's Professional Judgement, are of sufficient Importance, TO MERIT their respective attention

Deficiency in Internal control

Identified during audit

other

Sufficient Importance

other

Definition

$\boxed{\text{Deficiency in IC}}$

Control exists, but is unable to Prevent, ~~or~~ or detect and correct Misstatements in fs

Control which is necessary to Prevent or detect and correct Misstatement in fs is missing

Requirements

Determine, whether 1/more deficiencies identified

⇓

Yes

⇓

determine; whether they constitute significant deficiencies

Yes ⇓ Communicate to TCWG in writing on timely basis.

No ⇓ communicate to Managem in writing

Note:-

Significant deficiencies are also communicated to Management unless inappropriate.

Include in written communication of significant deficiencies

→ description of deficiencies
→ explaination of their potential effect
→ ~~sufficient in~~ explain them
" Purpose of Audit

to express opinion on FS

NOT to express opinion of IC

* Audit included consideration of IC, to design audit procedures.

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