

QUALITY CONTROL OF THE AUDIT OF FINANCIAL STATEMENTS AT LARGE ENTERPRISES OF PUBLIC INTEREST

Summary

The problem of trust for users of open-access financial statements delivered by the companies of public interest being large enterprises is an urgent one. Its solution lies in the field of enhancing the quality control for audit entities that are empowered to certify the financial statements of large enterprises.

The paper proves that strengthening the quality control of the financial statements audit is one of the most important prerequisites for securing public requests for reliable and transparent information about their activities. The task of performance quality control of the annual financial statements audit at large enterprises is analyzed. Seven components of quality control are specified, for which the auditors are to provide the audit procedures: strategy, risks, activities, management, financial indicators, external factors, and the comprehensibility of information in the reports. The essence is clarified and the expected results of the audit procedures are provided to be used in further assessments of the internal quality control of the audit entities that perform audit services for large enterprises.

In order to obtain evidence of large enterprises' information, the audit procedures are supplemented by a number of discrete quality control questions and tasks that are relevant to the audit process assessment: the enterprise revenue audit assessment, evaluation of unusual (atypical) operations, monitoring of the internal quality control systems. The above mentioned will reduce the level of user mistrust in the insufficient or inadequate warranty provided in the standardized auditor's report.

Keywords: audit services, audit, financial reporting, audit quality control, public interest entities, audit procedures

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