

**MAKERERE UNIVERSITY BUSINESS SCHOOL
COURSEWORK TEST ONE FOR THE
DEGREE OF BACHELOR OF SCIENCE IN ACCOUNTING OF
MAKERERE UNIVERSITY AY 2024/2025**

COURSE NAME: Communication For Accountants.

CODE: BSA 1104

YEAR OF STUDY: One

DATE: 14th September 2024

SEMESTER: One

TIME: TAKEHOME

Instructions.

1. This exam must be done in groups of ten.
2. Type your exam in Arial Narrow format, font size 12.
3. Ensure your work is well-structured and professionally formatted.
4. All groups will submit hard copies of their work on *26th September 2024*. Late submissions will not be accepted.
5. The total length of the engagement letter should not exceed 1500 words.
6. Ensure your letter is professionally structured.

QUESTION ONE.

You are an audit associate at SURV & Co and your firm has been appointed to carry out an external audit for TSA Ltd, a company in the manufacturing industry for the year ending 31st December 2023. As part of the audit engagement process, you have been requested by your audit partner to prepare an Audit Engagement Letter directed to the management of TSA Ltd.

He has informed you to have your letter focused on defining the terms of the audit engagement, including the objective and scope of the audit, Responsibilities of both management and the Auditor, the scope of the audit, Limitations of the audit, audit planning and performance, written representations from management, Audit fees, Involvement of Other Auditors and Experts, Involvement of Internal Auditors, Communication with the Predecessor Auditor, Restrictions on Auditor's Liability, Obligations to Provide Audit Working Papers and Further Agreements between the Auditor and Entity.

Required:

- i. Prepare a comprehensive audit engagement letter that addresses the above elements while considering the 7 Cs of an engagement letter. **(30 Marks)**