

The case study presented is a company running a body fitness club business in Hong Kong. Real life events of the body fitness business and company financial statements were provided in the case materials and workshop handouts as discussion or reference materials for workshop activities.

During Workshop 2, we continued the audit journey and experienced the audit execution stage to understand the typical or practical aspects faced by today's auditors. We then moved on to understand the events and procedures during the audit completion stage before issuing the auditors' report.

An audit is actually a launch and execution of a project. Students reviewed the project management issues after they completed an audit. Group audit experience was also offered to students to further supplement their audit knowledge..

The following main topics were covered in **Workshop 2**:

● Audit execution

- Related party transactions
- Management estimates
- Agreed upon procedures
- Opening balances
- Property, plant and equipment

● Audit completion

- Subsequent events

● Audit reporting

- Going concern
- Qualified auditors' report on inventory value impairment.

● Project management of an audit

Students reviewed the following key project management considerations or factors:

- Risks/issues
- Quality
- Enabler
- Changes

- People
- Progress

- **Group audit**

Students reviewed the additional audit and project risks faced in a group audit exercise. They also discussed the steps to be taken to address those risks.