Checking the opening balance

|  |  |  |  |
| --- | --- | --- | --- |
| Particulars | **Advance VAT** | **VDS payable** |  |
| Opening balance as per last audited accounts | 57,055,444 | 2,823,568 | Please see the referenced TB G for advance VAT and L for VDS payable and notes to the FS 12 and 22 |
| Add: VAT Paid/ deducted at source during the year | 1,337,787,108 | 34,890,270 |
|  | 1,394,842,552 | 37,713,838 |
| Less: Adjusted/ paid during the year | 1,359,935,286 | 34,587,963 |
| Balance as on 31 December 2014 | 34,907,266 | 3,125,875 |  |

We have checked and confirmed the opining balance of Advance payment of VAT as per VAT current account and VDS payable with last years audited accounts and GL and found in order.

**Review large and unusual journal entries:[[1]](#footnote-1)**

We have reviewed the GL of VAT current account and VDS account and we do not found any unusual and large material journal entries. We also check the approval process of journal entries and found satisfactory.

**Review of Clients VAT affairs:**

We have reviewed the Client’s correspondence with VAT authority and found that there is litigation against the company for non-submission of necessary documents regarding the input VAT rebate. The company defend against the order of Customs excise and VAT authority. The management and VAT consultant assure us in writing that the case is in favor of company. And hence no provision is required. Consultant certificate attached.

1. **Disclaimer:** Dummy audit working files have been prepared and published to improve the quality of audit documentation of member firms providing audit services in Bangladesh. Member firms providing audit services should not assume these dummy working files as absolute benchmark for the purpose of preparing and keeping audit documentation. Every audit client has unique characteristics and risks. International Standards on Auditing (ISA) also requires to exercise engagement partner’s judgment on a number of areas in conducting the audit of an entity. Therefore, member firms should use their professional knowledge, skill, experiences along with these dummy working files to keep adequate and appropriate working papers for each audit engagement. The preparers do not assume any liability for drawing an inappropriate audit opinion based on the working papers prepared on the basis of these dummy working files.

   [↑](#footnote-ref-1)