**Test of details – Current tax, Deferred Tax and VAT**

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| **S. No.** | **Type of procedures** | **Audit Procedures** | **Sub-procedures performed** | **Audit Assertion Addressed** | **Sampling technique** | **W. P. Ref.** |
| A | Test of details | 1. Reconciliation of provisional tax computation schedules with FS/ GL. | 1. Obtained computation of tax provision at the year-end. 2. Obtained GL’sof Income tax provision and expenses. 3. Matched the tax calculation amount for the year with the total tax provision booked in GL 4. Checked the mathematical accuracy of provisional tax computation schedules | Completeness Accuracy | Entire population was selected. | TOD-1.2.01 |
| 1. Reconciliation of deferred tax calculation. | Obtained and checked mathematical accuracy of schedules and deferred tax computation as IAS-12 and reconcile balances to trial balance and general ledger. | Completeness  Accuracy  Occurrence | Entire population was selected. | TOD-1.2.02 |
| 1. Matched between revenue as per Mushak-19 and revenue as per GL. | 1. Obtained copies of VAT returns submitted to NBR for each month of the year. 2. Calculated the total sales reported as per VAT returns. 3. Matched the total sales as per VAT return with that recorded in GL. 4. Identified Mushak-19 for 12-months period and matched the total revenue reported as per VAT return with the total revenue as per GL. Reconciliations were obtained for the difference, if any, between these two figures. | Completeness  Occurrence  Accuracy | Entire population | TOD-1.2.03 |
|  |  | 1. Checked the mathematical accuracy of advance payment tax u/s 64 | 1. Obtained the calculation of AIT u/s 64 2. Reconciled this calculation with ITO 1984 3. Checked the payment and agreed with GL | Completeness  Occurrence  Accuracy | Entire population | TOD-1.2.04 |

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| **Company** | **XYZ Ltd** | | **W/P Reference** | TOD-1.2.01 |
| **Prepared By** | XYZ |  | **Date** | DD-MM-YYYY | |
| **Reviewed By** | DEF |  | **Date** | DD-MM-YYYY | |
| **Period ended** | DD-MM-YYYY |  |  | | | |  |  |  |

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| **Procedure Name:** | Completeness and accuracy of schedules and provisional computation of tax and recorded amount in GL |

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| **Objective:** | To ensure that Provisional computation of tax as per schedule at the yearend was duly recorded in the GL and reported in the financial statements. |

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| **Procedures performed:** | 1. Obtained Provisional amount of provision for tax with relevant schedule.  2. Obtained all GL of Provision for tax and current tax expenses.  3. Matched the provisional amount for the year with the provision recorded in GL. |

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| **Assertion covered:** | Completeness and accuracy |

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| **Sampling technique:** | Entire population of Tax provision |

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| **Result of testing** |



See attachment 1.

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| **Observation:** | No observation was noted. |
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| **Conclusion** | Satisfactory. |

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| **Company** | **XYZ Ltd** | | **W/P Reference** | TOD-1.2.02 |
| **Prepared By** | Mr. Y |  | **Date** | DD-MM-YYYY | |
| **Reviewed By** | Mr. Z |  | **Date** | DD-MM-YYYY | |
| **Period ended** | DD-MM-YYYY |  |  | | | |  |  |  |

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| **Procedure Name:** | Reconciliation of deferred tax calculation |

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| **Objective:** | To check the occurrence and accuracy of deferred tax liability that has been booked in GL during the period. |

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| **Procedures performed:** | 1. Obtained the calculation of deferred tax calculation schedule. 2. Reconciled the computation of deferred tax with tax base and its accounting base. 3. Checked the amount posted in GL are agreed with books and records. |

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| **Assertions covered:** | Occurrence, Accuracy |

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| **Sampling technique:** | Entire population of Deferred Tax |

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| **Result of testing** |

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| **Observation:** | No observation was noted. |
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| **Conclusion** | Satisfactory. |

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| **Company** | **XYZ Ltd** | | **W/P Reference** | TOD-1.2.03 |
| **Prepared By** | XYZ |  | **Date** | DD-MM-YYYY | |
| **Reviewed By** | DEF |  | **Date** | DD-MM-YYYY | |
| **Period ended** | DD-MM-YYYY |  |  | | | |  |  |  |

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| **Procedure Name:** | Reconciliation between sales revenue as reported in VAT-19 and VAT as per GL. |

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| **Objective:** | To backtrack sales from VAT 19 to ensure completeness, occurrence and accuracy of revenue and VAT. |

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| **Procedures performed:** | 1. Obtained copies of VAT returns submitted to NBR for each month of the year.  2. Calculated the total sales reported as per VAT returns.  3. Matched the total sales as per VAT return with that recorded in GL as VAT.  4. ~~Identified the reasons~~ Obtained Mushak-19 for 12-months period and matched the total revenue reported as per VAT return with the total VAT account as per GL. Reconciliations were obtained for the difference, if any, between these two figures and checked accuracy of the reconciliation. |

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| **Assertion covered:** | Completeness, Accuracy and Occurrence. |

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| **Sampling technique:** | Entire population of sales and VAT. |

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| **Review of reconciliation for difference between sales as per VAT-19 and sales as per financials** |

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| **Particulars** | **Amount** |
| **Sales as per VAT return (Mushak 19)** | **13,675,829,535** |
| Gross Sales Report as per GL | 13,678,658,476 |
| Difference ( some non-VAT able sales has been made in Dec-14 but not shown wrongly in VAT return of Dec-14. These sales have been shown in January’15) | 2,828,941 |
|  |  |
| **Gross sales as per Ledger** | **13,678,658,476** |
| Less VAT on vatable goods | 1,359,935,286 |
| **Net sales report as per GL** | **12,318,723,190** |
|  |  |
| Reconciliation of VAT able and Non-VAT able goods |  |
| Net sales of VAT able goods | 9,066,235,238 |
| Sales of VAT exempted goods | 3,252,487,952 |

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| **Observation:** | No observation was noted. |
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| **Conclusion** | Satisfactory. |

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| **Company** | **XYZ Ltd** | | **W/P Reference** | TOD-1.2.04 ~~5~~ |
| **Prepared By** | XYZ |  | **Date** | DD-MM-YYYY | |
| **Reviewed By** | DEF |  | **Date** | DD-MM-YYYY | |
| **Period ended** | DD-MM-YYYY |  |  | | | |  |  |  |

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| **Procedure Name:** | Checking the mathematical accuracy of advance payment of tax u/s 64 |

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| **Objective:** | To check whether advance income tax u/s 64 and payment of AIT has been complied properly and agreed with the GL. |

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| **Procedures performed:** | 1. Checking calculation of AIT u/s 64. 2. Checked whether the payment of AIT are agreed with GL. |

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| **Assertions covered:** | Completeness, Occurrence and Accuracy |

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| **Sampling technique:** | ~~Checking of calculation and payment of two quarters AIT~~. Entire Population of Advance Income Tax |

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| **Working on AIT Calculation checking ~~disclosure~~** |

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| **SL No.** | **Accuracy checking of advance payment of tax** | **Amount** | **Payment date** | **Remarks** |
|  | Calculation checking |  |  |  |
|  | Last assessed incomefor the year 2011 | 836,030,118 |  | Satisfactory |
|  | Income tax @ 27.5% | 229,908,282 |  | Satisfactory |
|  | Payable by each quarter | 57,477,070 |  | Satisfactory |
|  |  |  |  |  |
|  | Payment checking |  |  |  |
|  | First Quarter (except AIT deducted at source Tk. 5,154,891) | 58,000,000 | 15 September 14 | Satisfactory |
|  |  |  |  |  |
|  | 2nd quarter (except AIT deducted at source Tk.6,554,879 ) | 58,000,000 | December-14 | Satisfactory |
|  | 3rd Quarter (except AIT deducted at source Tk. 9,874,554) | 58,000,000 | March-15 | Satisfactory |
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| **Observation:** | No observation was noted. |

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| **Conclusion** | Satisfactory. |

**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.**