

# Internal control quality, audit team composition & audit quality



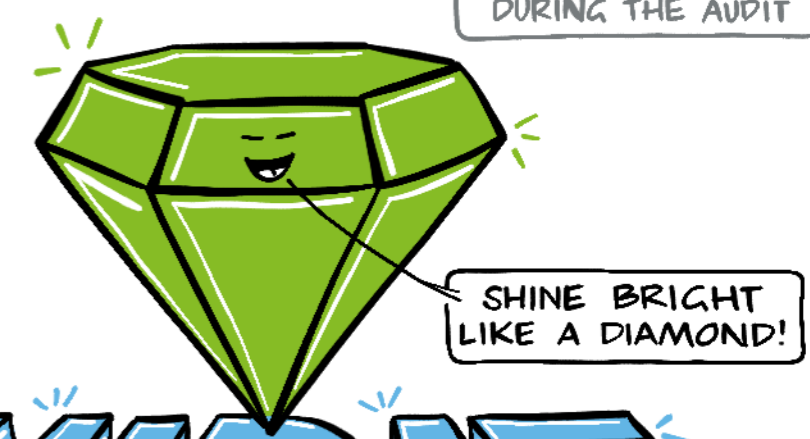
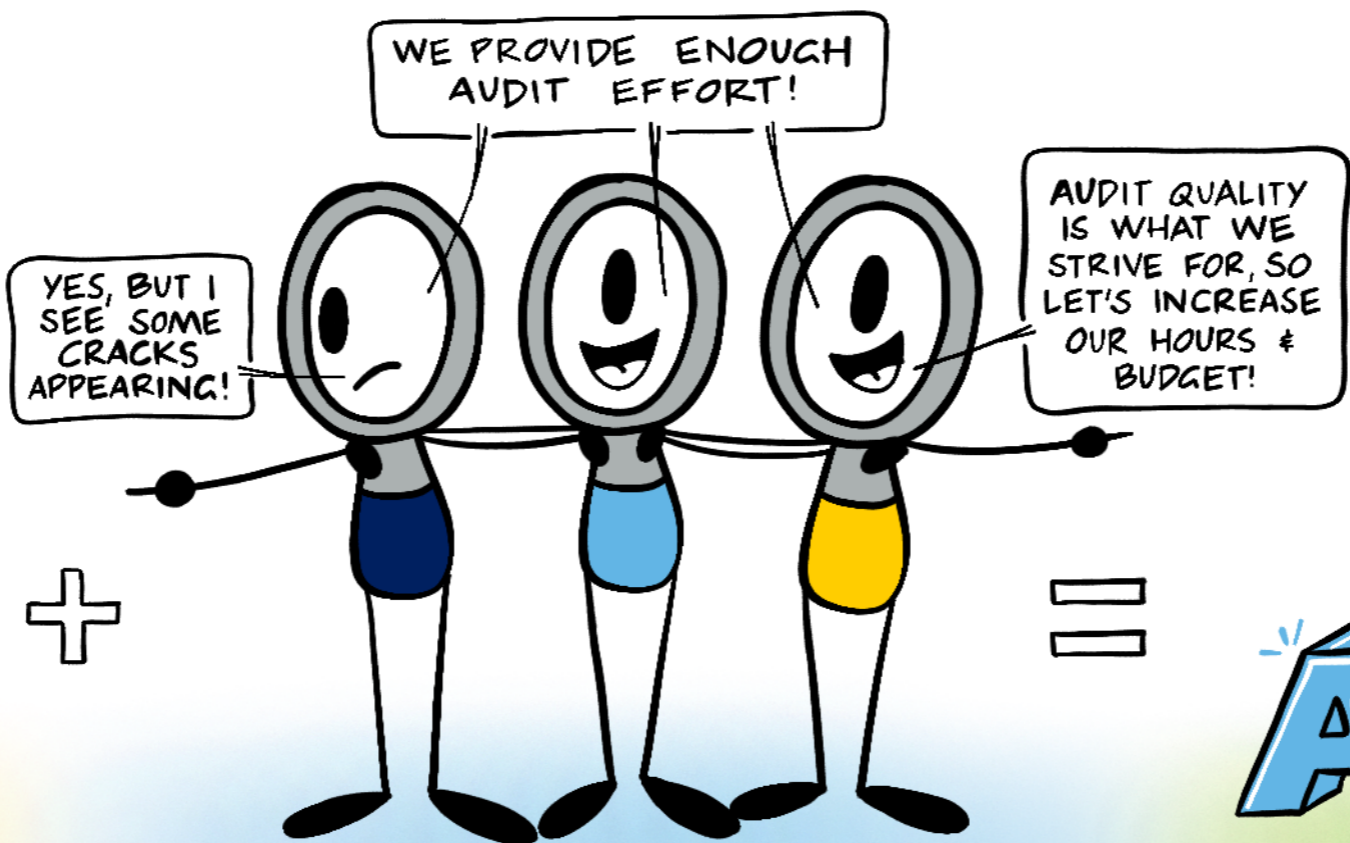
OUR RESEARCH IS WORK IN PROGRESS, WE PRESENT OUR FIRST FINDINGS TODAY...

WHAT QUESTIONS FROM THE AUDIENCE?



HUMANS DON'T ALWAYS LIKE AN EXTRA WORKLOAD, ESPECIALLY WHILE FACING TIME PRESSURE: SHOULD THIS BE A HYPOTHESIS OR VARIABLE IN THIS RESEARCH?

SEE IF YOU CAN INVESTIGATE IF TEAMMEMBERS JOINED LATER ON DURING THE AUDIT



# AUDIT

**INTERNAL CONTROL QUALITY**

(INHERENT RISK x CONTROL RISK)

**AUDIT TEAM COMPOSITION**

(x DETECTION RISK)

**AUDIT QUALITY**

(= AUDIT RISK)



430 ENGAGEMENTS	
3 SIGNIFICANT ICDs (AVERAGE)	19 AUDITORS PER TEAM (AVERAGE)
<ul style="list-style-type: none"> <li>BETWEEN 0 &amp; 34</li> <li>66% HAVE AT LEAST 1 ICD</li> <li>10% AFFECT REVENUE</li> </ul>	59% OF AUDITORS PER TEAM IS NEW TO THE CLIENT (AVERAGE)

THE AUDIT RISK MODEL WORKS IN PRACTICE!