

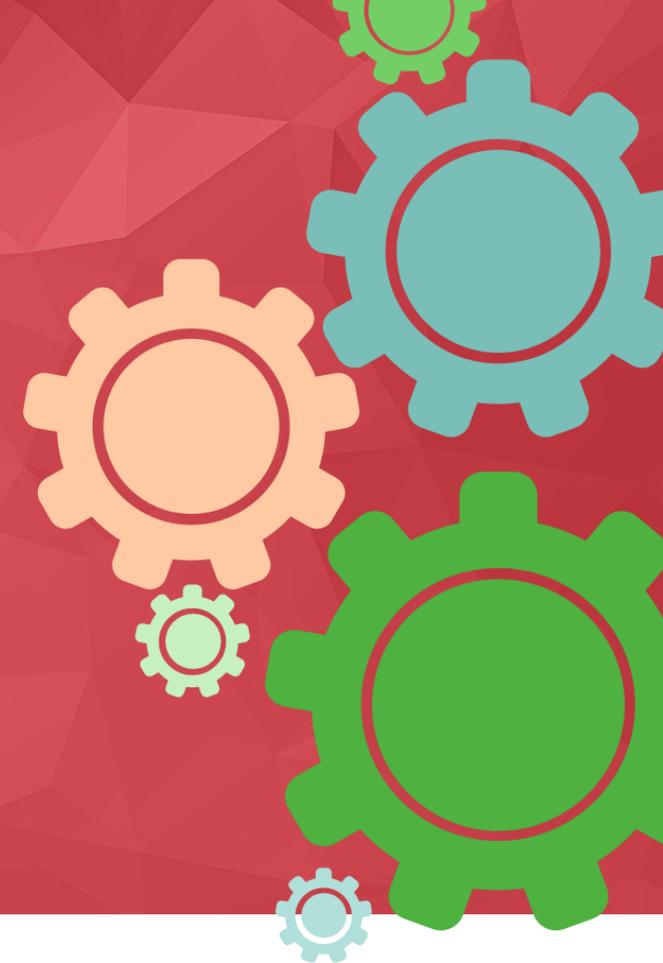
Group Activity

Agreed-Upon Engagements (AUP)

Kalina Shukarova Savovska, Senior Financial Management Specialist

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Audit Training of Trainers



Road to Europe: Program of Accounting Reform and Institutional Strengthening



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Agreed-Upon Procedures (AUPs)

- » The Agreed-Upon Procedure (AUP) engagement can be used in a variety of circumstances that involve both financial and non-financial information engagements and cover public and private sector entities.
- » Characteristics of an AUP engagement involve:
 - » Carrying out specific procedures agreed upfront
 - » Reporting of factual findings of the agreed-upon procedures
 - » No assurance is expressed
 - » Users draw their own conclusions from the practitioners' report.
 - » The report is usually not made public
 - » Independence is not a requirement for an AUP engagement, however the practitioner should comply with the IESBA Code of Ethics.



Group Activity: Overview

» Objective:

- » To enhance participants knowledge about the AUP engagement
- » Illustrate the use of AUPs in a variety of contexts to the benefit of a wide range of stakeholders.

» Approach and Format:

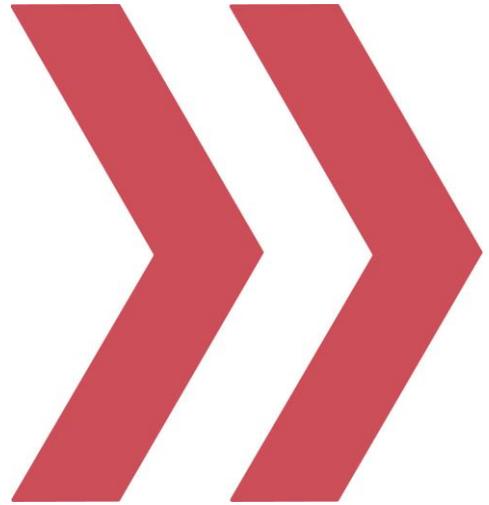
- » Participants read through the Scenario (Part A) and then to use the relevant facts provided to complete a set of AUP procedures provided in Part B and relating to different engagements aiming to address various user needs and circumstances.
- » Available time for table group work is up to 60 minutes. Groups should complete a short power point presentation summarizing the findings on those procedures, followed by a presentation of the results of their work (10 minutes presentation time per each table group).



AUP Assignments

- » The different AUP engagements and assignments, include:
 - » # 1: Buyers Due Diligence;
 - » # 2: Sellers Due Diligence;
 - » # 3: Compliance with financial covenants of a borrowing agreement for lenders;
 - » # 4: Report for Minority Shareholders on specific items of the financial information;
 - » # 5: Report to Donor agency on financial and non-financial aspects of a grant.





Group Activity

