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APPENDIX A

Normality test: M- Estimators for research variables M-Estimators

	Huber's M- Estimator ^a	Tukey's Biweight ^b	Hampel's M- Estimator ^c	Andrews' Wave ^d
Intellectual resource preparedness	2.8070	2.7997	2.8025	2.7997
Human resource preparedness	3.5234	3.5297	3.5233	3.5299
Financial resource preparedness	2.3954	2.3640	2.3694	2.3616
Organization resource preparedness	3.4631	3.4812	3.4869	3.4819
Timeliness of audit report	2.3165	2.2683	2.3036	2.2678
Adoption level of Clarified ISAs and ISQC	2.3288	2.3409	2.3259	2.3412

- a. The weighting constant is 1.339.
- b. The weighting constant is 4.685.
- c. The weighting constants are 1.700, 3.400, and 8.500
- d. The weighting constant is 1.340*pi.

Normality test: Descriptive Analysis: Mean, Median, 5% Trimmed Mean, Skewness, kurtosis

Descriptive

		Statistic	Std. Error
	Mean	2.9936	.10785
	5% Trimmed Mean	2.9953	
Intellectual Resource	Median	3.0000	
Preparedness	Skewness	119	.272
	Kurtosis	729	.538
	Mean	3.3485	.08167
	5% Trimmed Mean	3.3328	
Human Resource	Median	3.3182	
Preparedness	Skewness	.181	.272
	Kurtosis	521	.538
	Mean	2.5171	.08807
E' i . I D	5% Trimmed Mean	2.5142	
Financial Resource	Median	2.6667	
Preparedness	Skewness	111	.272
	Kurtosis	319	.538
	Mean	3.1090	.09933
	5% Trimmed Mean	3.1159	
Organization Resource	Median	3.0000	
Preparedness	Skewness	025	.272
	Kurtosis	554	.538
	Mean	2.2588	.05066
Adamtian laval of Olamitian	5% Trimmed Mean	2.2690	
Adoption level of Clarified	Median	2.2703	
ISAs and ISQC	Skewness	259	.272
	Kurtosis	478	.538
	Mean	2.4801	.10045
	5% Trimmed Mean	2.4525	
Timeliness of Audit Report	Median	2.5000	
	Skewness	.376	.272
	Kurtosis	018	.538

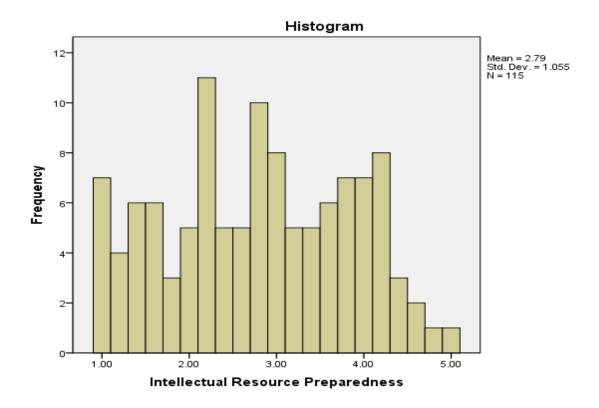
Normality test: Kolmogorov-Smirnov Statistic

Tests of Normality

	Kolmogorov-Smirnov ^a			Shapiro-Wilk		
	Statistic	df	Sig.	Statistic	df	Sig.
Intellectual Resource Preparedness	.082	115	.057	.965	115	.004
Human Resource Preparedness	.064	115	.200*	.985	115	.251
Financial Resource Preparedness	.132	115	.000	.938	115	.000
Organization Resource Preparedness	.083	115	.047	.977	115	.045
Timeliness of Audit Report	.089	115	.025	.963	115	.003
Adoption level of Clarified ISAs and ISQC	.094	115	.014	.968	115	.008

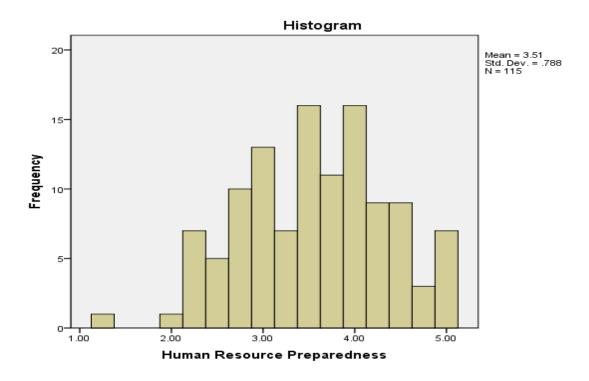
^{*.} This is a lower bound of the true significance.

Normality Test: Histogram for research variable
Histogram: Intellectual Resource Preparedness for Clarified ISAs and ISQC

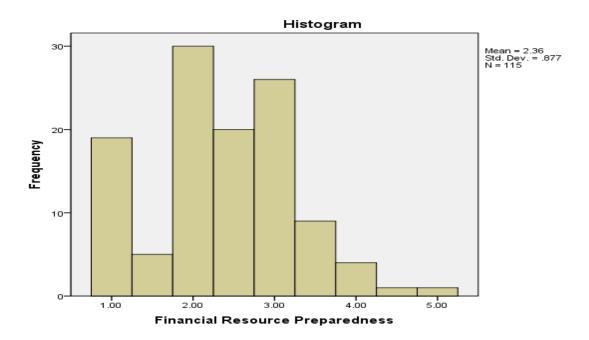


a. Lilliefors Significance Correction

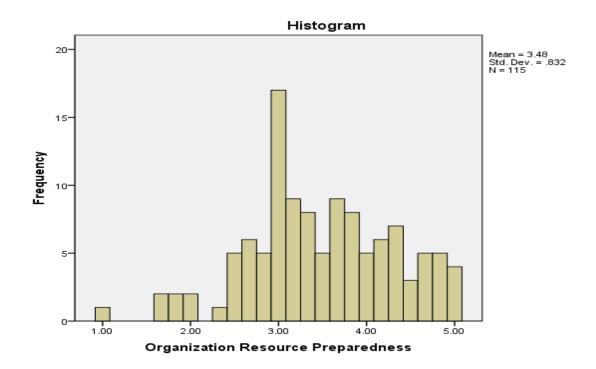
Histogram: Human Resource Preparedness For Clarified ISAs and ISQC



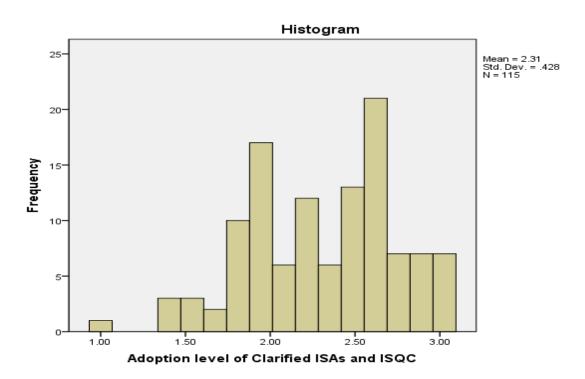
Histogram: Financial Resource Preparedness For Clarified ISAs and ISQC



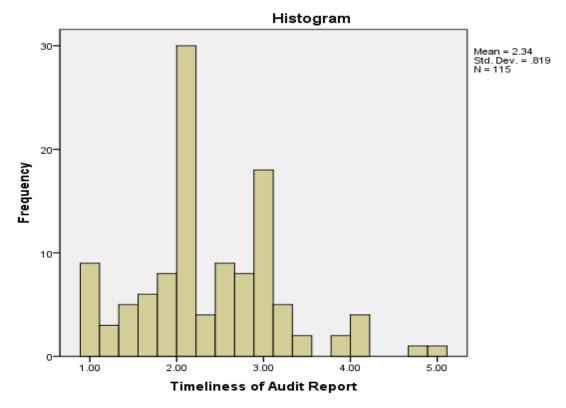
Histogram: Organizational Resource Preparedness For Clarified ISAs and ISQC



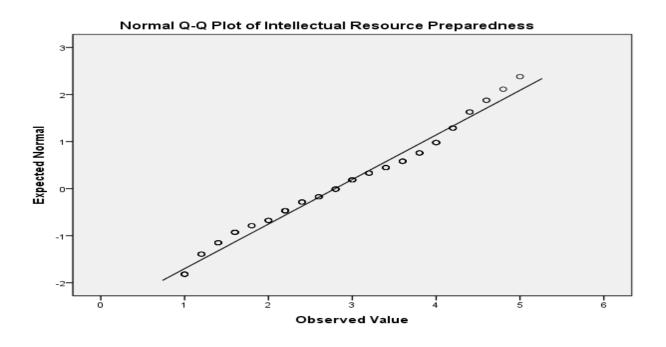
Histogram: Adoption level For Clarified ISAs and ISQC

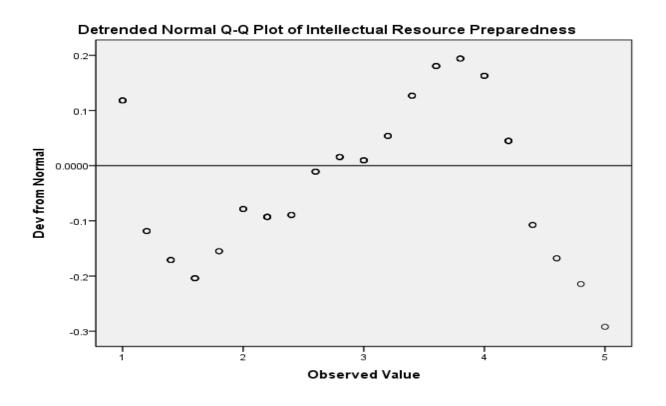


Histogram: Timeliness of Audit Report

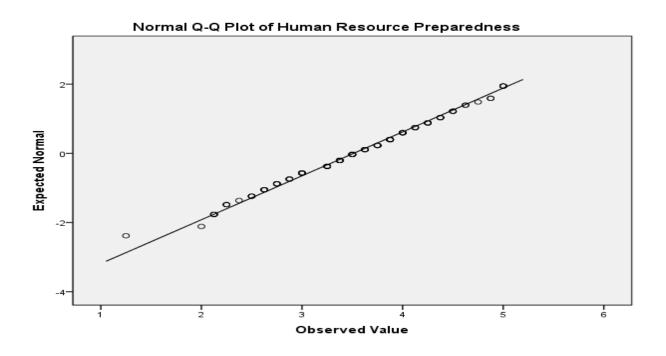


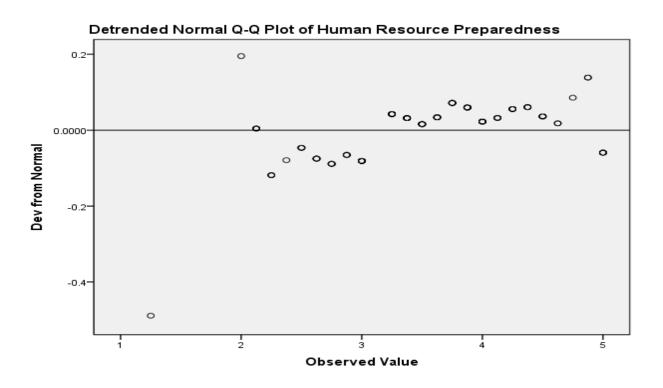
Normality test: Normal Probability Plots and Detrended Normal Plots
Plots for Intellectual Resource Preparedness



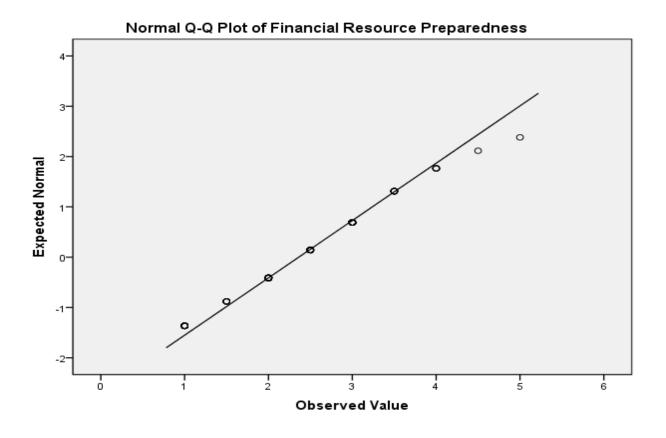


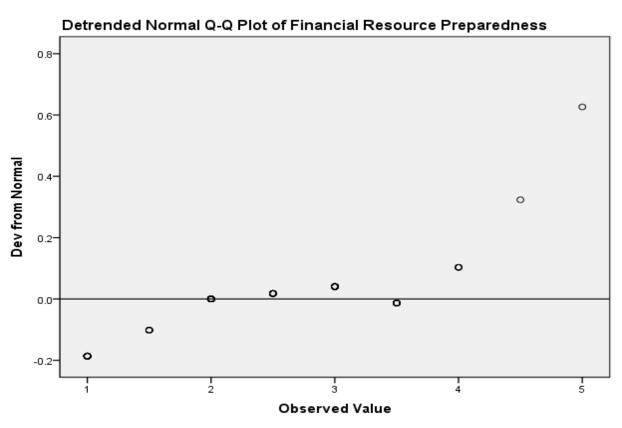
Plots for Human Resource Preparedness



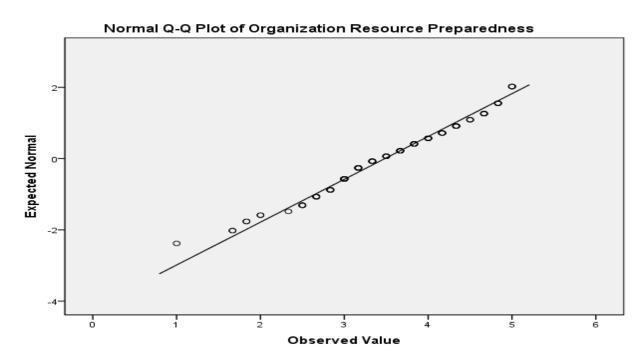


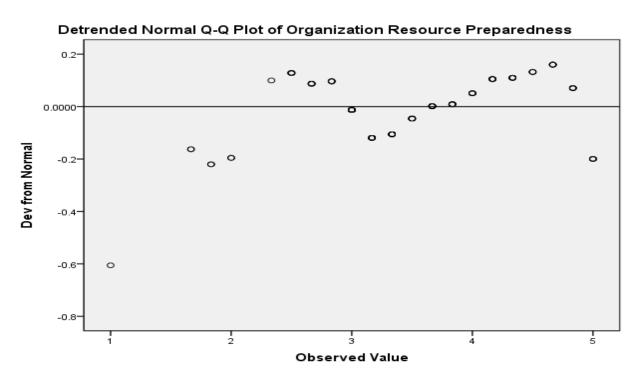
Plots for Financial Resource Preparedness



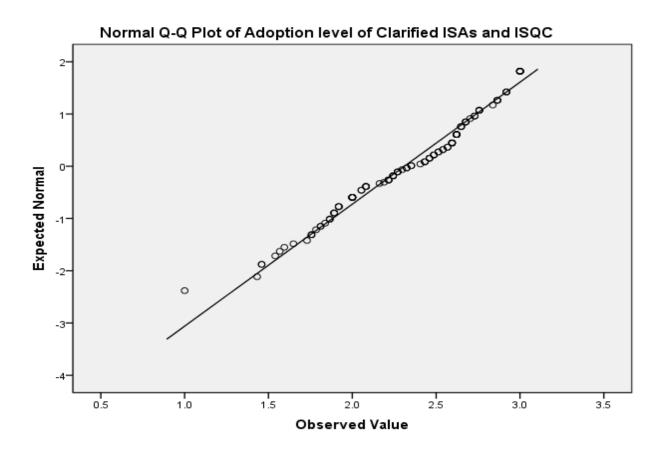


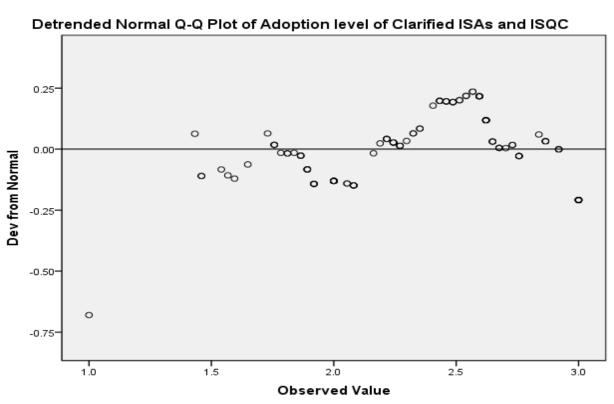
Plots for Organization Resource Preparedness



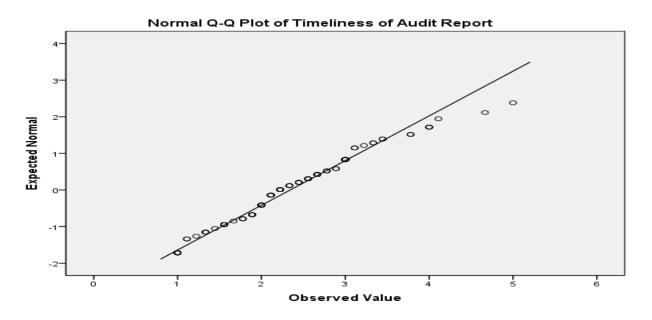


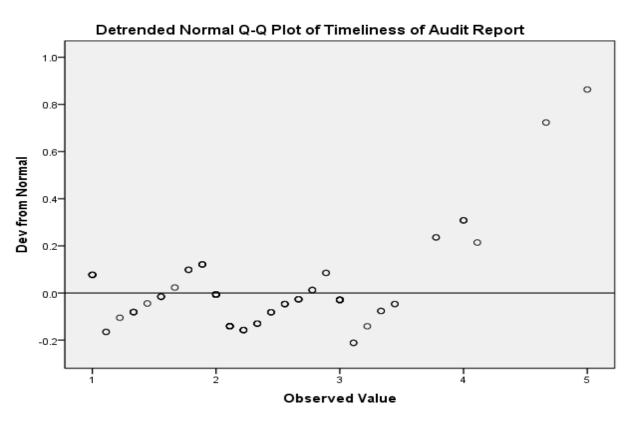
Plot for adoption of Clarified ISAs and ISQC





Plot for timeliness of audit report



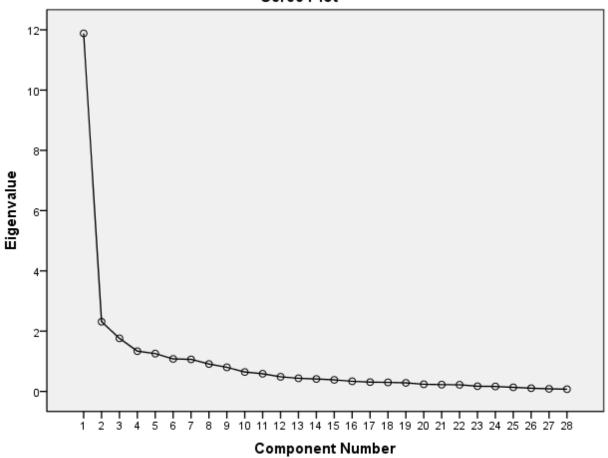


APPENDIX BFactor Analysis for the Resource Preparedness

KMO and Bartlett's Test

Kaiser-Meyer-Olkin Measure	.881	
	Approx. Chi-Square	2300.798
Bartlett's Test of Sphericity	df	378
	Sig.	.000

Scree Plot



Total Variance Explained

		Initial Eigenvalu	ıes	Extraction	n Sums of Square	d Loadings
Component	Total	% of Variance	Cumulative %	Total	% of Variance	Cumulative %
1	11.882	42.436	42.436	11.882	42.436	42.436
2	2.313	8.259	50.696	2.313	8.259	50.696
3	1.760	6.287	56.983	1.760	6.287	56.983
4	1.336	4.771	61.754			
5	1.254	4.480	66.233			
6	1.078	3.851	70.084			
7	1.063	3.797	73.881			
8	.910	3.250	77.131			
9	.800	2.858	79.989			
10	.645	2.302	82.291			
11	.586	2.094	84.385			
12	.485	1.732	86.117			
13	.436	1.558	87.675			
14	.413	1.477	89.152			
15	.383	1.369	90.521			
16	.336	1.201	91.722			
17	.309	1.105	92.827			
18	.300	1.071	93.898			
19	.284	1.016	94.914			
20	.237	.845	95.759			
21	.225	.804	96.563			
22	.221	.790	97.353			
23	.174	.622	97.975			
24	.164	.587	98.562			
25	.135	.481	99.043			
26	.108	.385	99.428			
27	.085	.304	99.732			
28	.075	.268	100.000			

Extraction Method: Principal Component Analysis.

Rotated Component Matrix^a

Rotated Component Matrix		Component		
	1	2	3	
A28. The firm has incorporated the clarified ISAs and ISQC in their audit methodology and firm policy.	.853			
A25 The firm has structured audit programme incorporating the updated Clarified ISAs and ISQC.	.833			
A24. The firm regards internal culture as critically important in striving excellence in relation to audit quality	.822			
A27. The firm has audit quality control system required and complied with ISQC	.794			
A17. The auditors have commitment and good attitude in performing the audit for the client by complying with the Clarified ISAs and ISQC	.720			
A15. The remuneration policy of the firm is sufficient to attract, retain and motivate the audit staff to comply with clarified ISAs and ISQC	.709			
A20. The firm has allocated sufficient budget for training on Clarified ISAs and ISQC	.699			
A16. The auditors have appropriate knowledge and skill to perform the audit work in compliance with Clarified ISAs and ISQC	.692			
A26 The firm has high quality technical support team on Clarified ISAs and ISQC	.662			
A14. The firm has appropriate recruitment procedure in recruiting quality audit staff	.660			
A11. Firm provides auditing training on clarified ISA and ISQC regularly to the staff	.581	.507		
A12. Audit staffs are required to achieve the Continuing Professional Education although they are not the member of professional accounting body	.577			
A3. The firm has capable IT staff to take care of technical aspect of the firm IT system	.566	.546		
A13. The firm has appropriate performance appraisal system to motivate the audit staff to comply with clarified ISA and ISQC	.565			
A21. The firm has established international affiliations to widen their networking with other audit firms worldwide				
A1 The staff used IT tool in performing audit work such as internet, email, working papers groupware, personal data assistant, social networking, and instant messenger				
A23. The firm has formed local network with other audit firms and other service providers				
A5. The firm used the computer assisted audit technique (CAATs) in performing the audit work.		.839		
A6. Online training is provided on Clarified ISA and ISQC to the audit staff		.787		
A4 The firm has in-house proprietary audit software to perform audit work.		.734		
A7. The firm has industry specialization training programme		.728		
A8. The firm has subdivided the audit team based on industry		.682		
A22. The firm is part of a highly structured network where all the member firms are required to adopt the standardized audit methodology		.553		

	Component		
	1	2	3
A2. The firm has their own server for internal database management system which comprises of the information of Clarified ISA and ISQC.			
A18 The firm charges audit fees at higher than market rate to the client			.696
A19. The firm earns higher than market norm profit for the past 5 years			.611
A10 Majority of the auditors must be member of the professional accounting body			
A9 The firm maintain a long term relationship with the client			

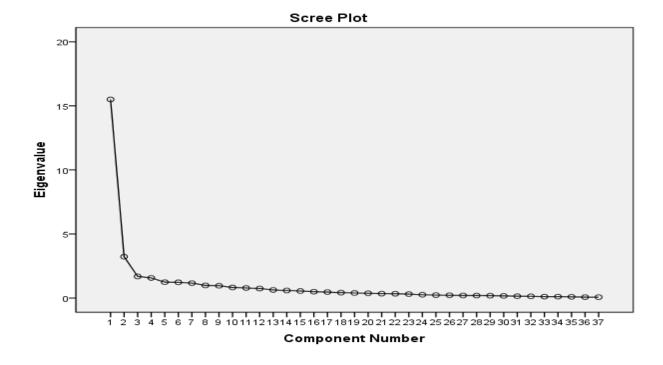
Extraction Method: Principal Component Analysis. Rotation Method: Varimax with Kaiser Normalization.

a. Rotation converged in 10 iterations.

Factor Analysis for adoption of Clarified ISAs and ISQC

KMO and Bartlett's Test

Kaiser-Meyer-Olkin Measure	.897	
	Approx. Chi-Square	3184.556
Bartlett's Test of Sphericity	df	666
	Sig.	.000



Total Variance Explained(Extraction Method: Principal Component Analysis.)

Component		Initial Eigenval	ues	Extraction Sums of Squared Loading		
	Total	% of Variance	Cumulative %	Total	% of Variance	Cumulative %
1	15.499	41.890	41.890	15.499	41.890	41.890
2	3.227	8.722	50.612			
3	1.686	4.556	55.168			
4	1.571	4.246	59.413			
5	1.239	3.350	62.763			
6	1.230	3.325	66.088			
7	1.165	3.150	69.238			
8	.984	2.660	71.898			
9	.957	2.586	74.484			
10	.827	2.235	76.719			
11	.785	2.122	78.842			
12	.740	2.001	80.843			
13	.633	1.712	82.555			
14	.588	1.590	84.145			
15	.548	1.482	85.626			
16	.493	1.334	86.960			
17	.469	1.269	88.229			
18	.420	1.136	89.365			

Component	Initial Eigenvalues			Extractio	n Sums of Squar	ed Loadings
	Total	% of Variance	Cumulative %	Total	% of Variance	Cumulative %
19	.395	1.067	90.431			
20	.372	1.006	91.438			
21	.339	.918	92.355			
22	.334	.901	93.257			
23	.309	.836	94.093			
24	.259	.700	94.793			
25	.230	.622	95.415			
26	.221	.597	96.012			
27	.201	.543	96.555			
28	.191	.516	97.071			
29	.181	.489	97.559			
30	.164	.444	98.003			
31	.142	.385	98.388			
32	.134	.362	98.750			
33	.112	.301	99.052			
34	.110	.297	99.349			
35	.097	.262	99.611			
36	.073	.198	99.809			
37	.071	.191	100.000			

Component Matrix^a

	Survey items	Component
		1
C1	ISA 200, Overall Objectives of the Independent Auditor and the Conduct of an Audit in Accordance with International Standards on Auditing	.692
C2	ISA 210, Agreeing the Terms of Audit Engagements	.605
C3	ISA 220, Quality Control for an Audit of Financial Statements	.816
C4	ISA 230, Audit Documentation	.784
C5	ISA 240, The Auditor's Responsibilities Relating to Fraud in an Audit of Financial Statements	.761
C6	ISA 250, Consideration of Laws and Regulations in an Audit of Financial Statements	.760
C7	ISA 260, Communication with Those Charged with Governance	.629
C8	ISA 265, Communicating Deficiencies in Internal Control to Those Charged with Governance and Management	.598
C9	ISA 300, Planning an Audit of Financial Statements	.675
C10	ISA 315, Identifying and Assessing the Risks of Material Misstatement through Understanding the Entity and Its Environment	.789
C11	ISA 320, Materiality in Planning and Performing an Audit	.599
C12	ISA 330, The Auditor's Responses to Assessed Risks	.783
C13	ISA 402, Audit Considerations Relating to an Entity Using a Service Organization	.557
C14	ISA 450, Evaluation of Misstatements Identified during the Audit	.738
C15	ISA 500, Audit Evidence	.619
C16	ISA 501, Audit Evidence-Specific Considerations for Selected Items	.599
C17	ISA 505, External Confirmations	.462
C18	ISA 510, Initial Audit Engagements-Opening Balances	.470
C19	ISA 520, Analytical Procedures	.703
C20	ISA 530, Audit Sampling	.668
C21	ISA 540, Auditing Accounting Estimates, Including Fair Value Accounting Estimates, and Related Disclosures	.708
C22	ISA 550, Related Parties	.718
C23	ISA 560, Subsequent Events	.776
C24	ISA 570, Going Concern	.747
C25	ISA 580, Written Representations	.603
C26	ISA 600, Special Considerations-Audits of Group Financial Statements (Including the	.665

	Survey items	Component
		1
C27	ISA 610, Using the Work of Internal Auditors	.472
C28	ISA 620, Using the Work of an Auditor's Expert	.516
C29	ISA 700, Forming an Opinion and Reporting on Financial Statements	.718
C30	ISA 705, Modifications to the Opinion in the Independent Auditor's Report	.519
C31	ISA 706, Emphasis of Matter Paragraphs and Other Matter Paragraphs in the Independent Auditor's Report	.542
C32	ISA 710, Comparative Information-Corresponding Figures and Comparative Financial Statements	.611
C33	ISA 720, The Auditor's Responsibilities Relating to Other Information in Documents Containing Audited Financial Statements	.698
C34	ISA 800, Special Considerations-Audits of Financial Statements Prepared in Accordance with Special Purpose Frameworks	.463
C35	ISA 805, Special Considerations-Audits of Single Financial Statements and Specific Elements, Accounts or Items of a Financial Statement	.333
C36	ISA 810, Engagements to Report on Summary Financial Statements	.490
C37	International Standard on Quality Control (ISQC) 1, Quality Controls for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements	.683

Extraction Method: Principal Component Analysis.

Factor Analysis for the timeliness of audit report

KMO and Bartlett's Test

Kaiser-Meyer-Olkin Measure	.922			
	Approx. Chi-Square	1146.036		
Bartlett's Test of Sphericity	df	36		
	Sig.			

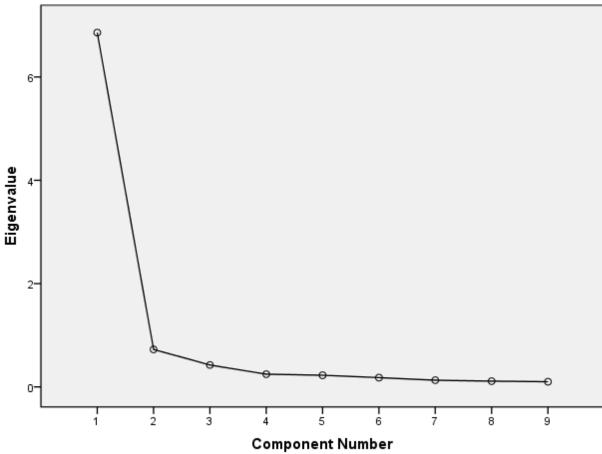
a. 1 components extracted.

Total Variance Explained

Component		Initial Eigenvalu	ues	Extraction	on Sums of Square	ed Loadings
	Total	% of Variance	Cumulative %	Total	% of Variance	Cumulative %
1	6.859	76.207	76.207	6.859	76.207	76.207
2	.725	8.058	84.266			
3	.424	4.711	88.976			
4	.246	2.737	91.713			
5	.225	2.505	94.217			
6	.179	1.992	96.210			
7	.130	1.439	97.649			
8	.111	1.238	98.887			
9	.100	1.113	100.000			

Extraction Method: Principal Component Analysis.





Component Matrix

No	Survey Items	Component
		1
RB1	The overall adoption of Clarified ISAs and ISQC	.838
RB2	The high level of audit documentation required by Clarified ISAs	.850
RB3	The quality control system required by ISQC	.892
RB4	Clarified ISAs requirement for the auditor to assess the risk critically	.921
RB5	Clarified ISAs requirement for the auditor to exercise their professional skepticism	.874
	in evaluating the accounting estimate	
RB6	Clarified ISAs requirement for auditor to evaluate the result and scope of external	.884
	expert	
RB7	Clarified ISAs requirement for auditor to focus on related party transaction	.885
RB8	Clarified ISAs requirement for auditor to communicate the internal control deficiency	.857
	to those charged in governance	
RB9	Clarified ISA requirement for the auditor to using the top down approach in group	.853
	auditing	

APPENDIX C

Reliability Testing: Intellectual Resource Preparedness

Reliability Statistics

	•	
Cronbach's	Cronbach's	N of Items
Alpha	Alpha Based on	
	Standardized	
	Items	
.853	.853	5

Summary Item Statistics

	Mean	Minimum	Maximum	Range	Maximum / Minimum	Variance	N of Items
Inter-Item Correlations	.537	.427	.728	.301	1.706	.009	5

Reliability Testing: Human Resource Preparedness

Reliability Statistics

Cronbach's	Cronbach's	N of Items
Alpha	Alpha Based on	
	Standardized	
	Items	
.906	.909	8

Summary Item Statistics

	Mean	Minimum	Maximum	Range	Maximum /	Variance	N of Items
				· · · · · · · · · · · · · · · · · · ·	Minimum	1 2 1 2 100	
Inter-Item Correlations	.556	.439	.860	.421	1.959	.007	8

Reliability Testing: Financial Resource Preparedness

Reliability Statistics

Cronbach's	Cronbach's	N of Items
Alpha	Alpha Based on	
	Standardized	
	Items	
.816	.820	2

Summary Item Statistics

	Mean	Minimum	Maximum	Range	Maximum / Minimum	Variance	N of Items
Inter-Item Correlations	.695	.695	.695	.000	1.000	.000	2

Reliability Testing: Organization Resource Preparedness

Reliability Statistics

	•	
Cronbach's	Cronbach's	N of Items
Alpha	Alpha Based on	
	Standardized	
	Items	
.885	.897	6

Summary Item Statistics

	Mean	Minimum	Maximum	Range	Maximum / Minimum	Variance	N of Items
Inter-Item Correlations	.593	.323	.814	.490	2.517	.022	6

Reliability Testing: Adoption of Clarified ISAs and ISQC

Reliability Statistics

· , · · · · · · · · · · · · · · · · · ·							
Cronbach's	Cronbach's	N of Items					
Alpha	Alpha Based on						
	Standardized						
	Items						
.952	.960	37					

Summary Item Statistics

	Mean	Minimum	Maximum	Range	Maximum / Minimum	Variance	N of Items
Inter-Item Correlations	.391	033	.805	.838	-24.348	.020	37

Reliability Testing: Timeliness of Audit Report

Reliability Statistics

	-	
Cronbach's	Cronbach's	N of Items
Alpha	Alpha Based on	
	Standardized	
	Items	
.960	.961	9

Summary Item Statistics

	Mean	Minimum	Maximum	Range	Maximum / Minimum	Variance	N of Items
Inter-Item Correlations	.732	.584	.869	.285	1.488	.005	9

APPENDIX DDescriptive Analysis for the research variables

		Mean	Std. Deviation
No	Survey Items	Statistic	Statistic
	Intellectual Resource Preparedness		
A3	The firm has capable IT staff to take care of technical aspect of the firm IT system	3.23	1.259
A4	The firm has in-house proprietary audit software to perform audit work.	2.89	1.431
A5	The firm used the computer assisted audit technique (CAATs) in performing the audit work.	2.61	1.368
A6	Online training is provided on Clarified ISA and ISQC to the audit staff	2.52	1.273
A22	The firm is part of a highly structured network where all the member firms are required to adopt the standardized audit methodology	2.72	1.315
	Human Resource Preparedness		
A11	Firm provides auditing training on clarified ISA and ISQC regularly to the staff.	3.55	1.102
A12	Audit staffs are required to achieve the Continuing Professional Education although they are not the member of professional accounting body.	3.47	1.231
A13	The firm has appropriate performance appraisal system to motivate the audit staff to comply with clarified ISA and ISQC	3.36	1.036
A14	The firm has appropriate recruitment procedure in recruiting quality audit staff	3.64	.919
A15	The remuneration policy of the firm is sufficient to attract, retain and motivate the audit staff to comply with clarified ISAs and ISQC	3.41	.981
A16	The auditors have appropriate knowledge and skill to perform the audit work in compliance with Clarified ISAs and ISQC	3.78	.866
A17	The auditors have commitment and good attitude in performing the audit for the client by complying with the Clarified ISAs and ISQC	3.82	.923
A20	The firm has allocated sufficient budget for training on Clarified ISAs and ISQC	3.08	1.019
	Financial Resource Preparedness		
A18	The firm charges audit fees at higher than market rate to the client	2.43	1.010
A19	The firm earns higher than market norm profit for the past 5 years	2.29	.896
	Organization Resource Preparedness		
A2	The firm has their own server for internal database management system which comprises of the information of Clarified ISA and ISQC.	3.25	1.310
A24	The firm regards internal culture as critically important in striving excellence in relation to audit quality	3.63	.985
A25	The firm has structured audit programme incorporating the updated Clarified ISAs and ISQC.	3.72	.987
A26	The firm has high quality technical support team on Clarified ISAs and ISQC	3.19	1.115
A27	The firm has audit quality control system required and complied with ISQC.	3.50	.921
A28	The firm has incorporated the clarified ISAs and ISQC in their audit methodology and firm policy.	3.60	.887

		Mean	Std. Deviation
No	Survey Items	Statistic	Statistic
	Adoption of Clarified ISAs and ISQC		
C1	ISA 200, Overall Objectives of the Independent Auditor and the Conduct of an Audit in Accordance with International Standards on Auditing	2.51	.552
C2	ISA 210, Agreeing the Terms of Audit Engagements	2.67	.491
C3	ISA 220, Quality Control for an Audit of Financial Statements	2.51	.552
C4	ISA 230, Audit Documentation	2.58	.577
C5	ISA 240, The Auditor's Responsibilities Relating to Fraud in an Audit of Financial Statements	2.23	.663
C6	ISA 250, Consideration of Laws and Regulations in an Audit of Financial Statements	2.50	.552
C7	ISA 260, Communication with Those Charged with Governance	2.20	.703
C8	ISA 265, Communicating Deficiencies in Internal Control to Those Charged with Governance and Management	2.13	.744
C9	ISA 300, Planning an Audit of Financial Statements	2.49	.598
C10	ISA 315, Identifying and Assessing the Risks of Material Misstatement through Understanding the Entity and Its Environment	2.40	.589
C11	ISA 320, Materiality in Planning and Performing an Audit	2.54	.611
C12	ISA 330, The Auditor's Responses to Assessed Risks	2.46	.551
C13	ISA 402, Audit Considerations Relating to an Entity Using a Service Organization	1.89	1.033
C14	ISA 450, Evaluation of Misstatements Identified during the Audit	2.50	.583
C15	ISA 500, Audit Evidence	2.46	.787
C16	ISA 501, Audit Evidence-Specific Considerations for Selected Items	2.32	.744
C17	ISA 505, External Confirmations	2.58	.607
C18	ISA 510, Initial Audit Engagements-Opening Balances	2.50	.612
C19	ISA 520, Analytical Procedures	2.55	.534
C20	ISA 530, Audit Sampling	2.54	.582
C21	ISA 540, Auditing Accounting Estimates, Including Fair Value Accounting Estimates, and Related Disclosures	2.30	.678
C22	ISA 550, Related Parties	2.39	.588
C23	ISA 560, Subsequent Events	2.50	.552
C24	ISA 570, Going Concern	2.52	.552
C25	ISA 580, Written Representations	2.62	.523
C26	ISA 600, Special Considerations-Audits of Group Financial Statements (Including the Work of Component Auditors)	2.16	.854
C27	ISA 610, Using the Work of Internal Auditors	1.55	1.002
C28	ISA 620, Using the Work of an Auditor's Expert	1.62	.996
C29	ISA 700, Forming an Opinion and Reporting on Financial Statements	2.59	.544
C30	ISA 705, Modifications to the Opinion in the Independent Auditor's Report	2.35	.663
C31	ISA 706, Emphasis of Matter Paragraphs and Other Matter Paragraphs in the Independent Auditor's Report	2.47	.597
C32	ISA 710, Comparative Information-Corresponding Figures and Comparative Financial Statements	2.40	.589
C33	ISA 720, The Auditor's Responsibilities Relating to Other Information in Documents Containing Audited Financial Statements	2.30	.607
C34	ISA 800, Special Considerations-Audits of Financial Statements Prepared in Accordance with Special Purpose Frameworks	1.56	1.061
C35	ISA 805, Special Considerations-Audits of Single Financial Statements and	1.62	1.039

		Mean	Std. Deviation
No	Survey Items	Statistic	Statistic
	Specific Elements, Accounts or Items of a Financial Statement		
C36	ISA 810, Engagements to Report on Summary Financial Statements	1.63	1.079
C37	International Standard on Quality Control (ISQC) 1, Quality Controls for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements	2.35	.714
	Timeliness of Audit Report		
RB1	The overall adoption of Clarified ISAs and ISQC	2.2696	.97622
RB2	The high level of audit documentation required by Clarified ISAs	2.1652	.92651
RB3	The quality control system required by ISQC	2.2609	.95593
RB4	Clarified ISAs requirement for the auditor to assess the risk critically	2.2522	.90654
RB5	Clarified ISAs requirement for the auditor to exercise their professional skepticism in evaluating the accounting estimate	2.2696	.88180
RB6	Clarified ISAs requirement for auditor to evaluate the result and scope of external expert	2.4435	.99288
RB7	Clarified ISAs requirement for auditor to focus on related party transaction	2.3913	.91475
RB8	Clarified ISAs requirement for auditor to communicate the internal control deficiency to those charged in governance	2.4957	.90199
RB9	Clarified ISA requirement for the auditor to using the top down approach in group auditing	2.5304	.99403

Descriptive Analysis based on Ownership Structure for the Resource Preparedness of the firm

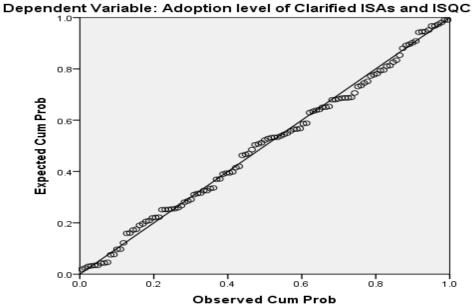
Resource		Mean	Std. Deviation
Intellectual Resource	Sole Proprietorship	2.6098	1.03372
Preparedness	Partnership(2-5 partners)	2.8340	.99767
	Partnership(6-9 partners)	3.6667	.41633
	Partnership(more than 9 partners)	4.5000	.47610
	Total	2.7948	1.05547
Human Resource	Sole Proprietorship	3.3176	.69469
Preparedness	Partnership(2-5 partners)	3.6888	.83278
	Partnership(6-9 partners)	3.3333	.64145
	Partnership(more than 9 partners)	4.5625	.54486
	Total	3.5130	.78838

Resource	_	Mean	Std. Deviation
Financial Resource Preparedness	Sole Proprietorship Partnership(2-5 partners)	2.2459 2.4894	.81457 .92952
	Partnership(6-9 partners) Partnership(more than 9 partners)	1.6667 3.1250	.57735 .85391
Organization Resource	Total Sole Proprietorship	2.3609 3.1913	.87747 .71740
Preparedness	Partnership(2-5 partners) Partnership(6-9 partners)	3.7340 3.8889	.83018 .75154
	Partnership(more than 9 partners)	4.7083	.39382
	Total	3.4841	.83157

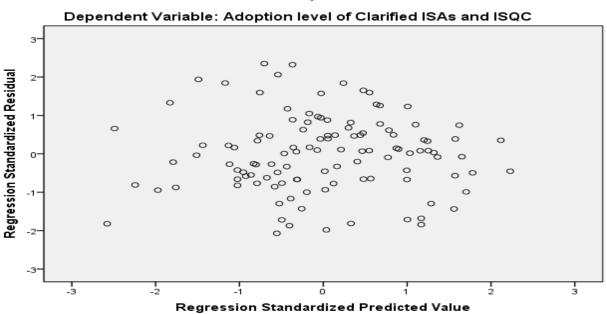
APPENDIX E

Regression Assumption Testing for Research variable
(Resource Preparedness and Adoption of Clarified ISAs and ISQC)

Normal P-P Plot of Regression Standardized Residual

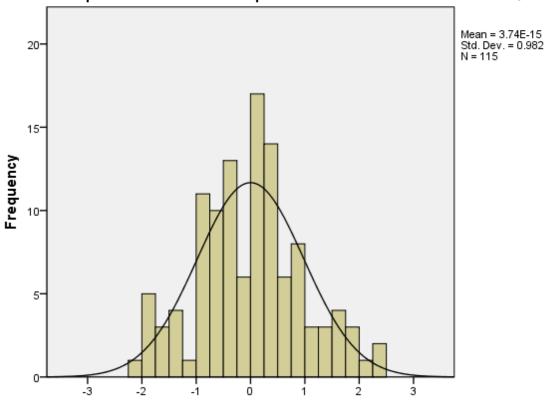


Scatterplot



Histogram

Dependent Variable: Adoption level of Clarified ISAs and ISQC



Regression Standardized Residual

Model Summary^b

Model	R	R Square	Adjusted R	Std. Error of the
			Square	Estimate
1	.628 ^a	.394	.372	.33919

a. Predictors: (Constant), Organization Resource Preparedness,

Financial Resource Preparedness, Intellectual Resource

Preparedness, Human Resource Preparedness

b. Dependent Variable: Adoption level of Clarified ISAs and ISQC

ANOVA^a

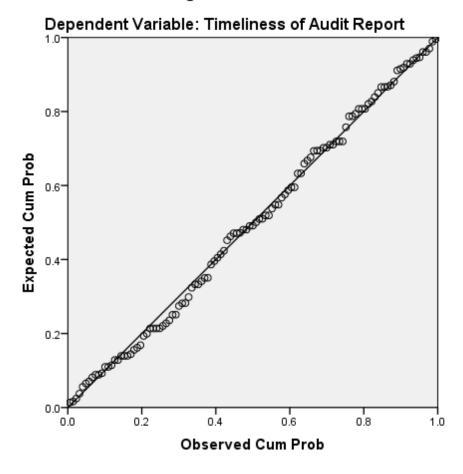
Model		Sum of Squares	df	Mean Square	F	Sig.
	Regression	8.239	4	2.060	17.903	.000 ^b
1	Residual	12.656	110	.115		
	Total	20.895	114			

a. Dependent Variable: Adoption level of Clarified ISAs and ISQC

Regression Assumption Testing for Research variable

(Adoption of Clarified ISAs and ISQC and Timeliness of Audit Report)

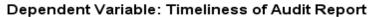
Normal P-P Plot of Regression Standardized Residual

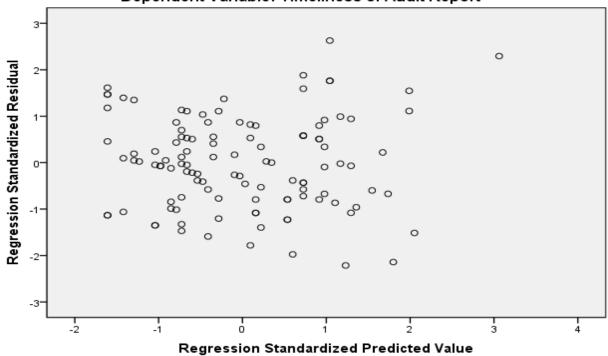


b. Predictors: (Constant), Organization Resource Preparedness, Financial Resource

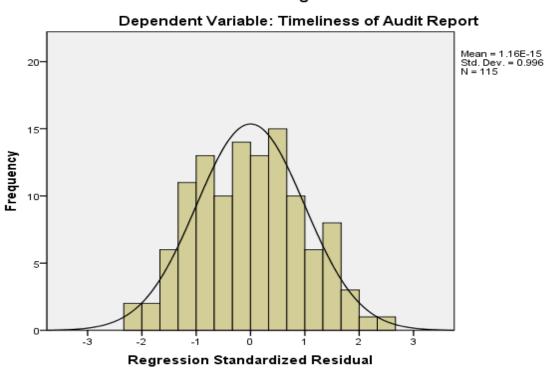
Preparedness, Intellectual Resource Preparedness, Human Resource Preparedness

Scatterplot





Histogram



Model Summary^b

y				
Model	R	R Square	Adjusted R	Std. Error of the
			Square	Estimate
1	.357 ^a	.127	.120	.76862

a. Predictors: (Constant), Adoption level of Clarified ISAs and ISQC

b. Dependent Variable: Timeliness of Audit Report

Residuals Statistics^a

	Minimum	Maximum	Mean	Std. Deviation
Mahal. Distance	.001	9.373	.991	1.233

a. Dependent Variable: Timeliness of Audit Report

$ANOVA^a$

Model		Sum of Squares	df	Mean Square	F	Sig.
	Regression	9.740	1	9.740	16.486	.000 ^b
1	Residual	66.758	113	.591		
	Total	76.497	114			

a. Dependent Variable: Timeliness of Audit Report

b. Predictors: (Constant), Adoption level of Clarified ISAs and ISQC

Mahalanobis Distance Test for Multivariate Outlier

Coefficients^a

	Standardized Coefficients		Collinearity	Statistics
Model	Beta	Sig.	Tolerance	VIF
Adoption level of Clarified ISAs and ISQC	357	.000	1.000	1.000

a. Dependent Variable: Timeliness of Audit Report

APPENDIX F

Table: Literature Sources of measurement Instrument adapted to this study

Variable	Supporting literature	Measurement items in
(Dimension)		Questionnaires(Appendix G)
		used in this study
Intellectual	The firm used Microsoft	The staff used IT tool in
resource	office as their main source	performing audit work
(Technology/ IT	to perform the audit	such as internet, email,
Infrastructure)	task(Phua et al. 2011)	intranet, social
	 The internet is mainly used 	networking, working
	by the staff to research	papers groupware and
	resource related to their	instant messenger
	work(Phua et al. 2011)	
	 Staff use email to 	
	communication with client	
	and some file use	
	email(Phua et al. 2011)	
	 A large variety of in-house 	
	resources can be accessed	
	by staff through the	
	Intranet.(Phua et al. 2011)	
	 The social networking with 	
	the different external	
	entities stakeholder	
	moderate the performance	
	of the family business	
	entities(Moses,2011)	

Variable	Supporting literature	Measurement items in
(Dimension)		Questionnaires(Appendix G)
		used in this study
	All the offices have their	The firm have their own
	own servers for database	server for internal
	management, networking	database management
	within the firm and sharing	system which comprises
	of data among the work	of information of Clarified
	groups(Phua et al. 2011)	ISAs and ISQC
	Every office has at least	The firm have capable IT
	one internal full-time IT	staff to take care of
	employee with computer-	technical aspect of the
	troubleshooting capabilities	firm IT system
	to take care of the technical	
	aspects of computer	
	hardware and software.	
	(Phua et al. 2011)	
Intellectual	The firm use different sets	The firm have in-house
resource	of audit software which are	proprietary audit
(Audit	used depending on the size	software to perform audit
Technology)	of clients.(Phua et.al. 2011)	task
	Increasing technologies will	
	enhance the generalized	
	audit software usage	
	(Lovota. 2010)	
	Audit firms with PLC and	The firm used the
	MNC used commercially	computer assisted audit

Variable	Supporting literature	Measurement items in
(Dimension)		Questionnaires(Appendix G)
		used in this study
	produced computer-	technique (CAATs) in
	assisted audit techniques	performing the audit
	(CAATs) in audit work.	work.
	(Phua et al. 2011)	
	The low structure firm tend	
	to use CAATS more	
	often(Lovota,1990)	
Intellectual	Online-training is widely	Online training is
resource	used in the audit firm with a	provided on Clarified
(IT training)	wide range of training	ISAs and ISQC to the
	materials available on the	audit staff
	web.(Phua et al. 2011)	
Human	Industry specialist auditor	The firm has industry
Resource	are able to perform audit	specialization training
(Auditor's	task sooner than the non-	programme.
industry	specialist (Ahsan, 2011)	
specialization	Industry specialist auditor	
knowledge)	spread the industry training	
	cost over more clients and	
	enjoy economics of scales	
	(Mayhew & Wilkins, 2003)	
	KPMG restructuring along	The firm has subdivided
	industry service lines is the	the audit team based on
	pioneer of industry-based	the industry.
	audit firm market strategy	

Variable	Supporting literature	Measurement items in
(Dimension)		Questionnaires(Appendix G)
		used in this study
	formulation.(Ahsan, 2011)	
	Big 6 claimed that there	
	have reorganized along	
	industry line to serve better	
	the client (Berton, 1995)	
Human	Audit firm tenure is	The firm has built up
Resource	positively related to the	long term relationship
(Audit firm	audit quality and financial	with client
tenure)	reporting quality (Berton,	
	1995)	
Human	The firms require all staff to	Majority of the auditors
Resource	attain a specified number of	must be member of
(Continuing	hours of continuing	professional accounting
professional	professional education	body
education)	(CPE) annually.(Phua et.	
	al. 2011)	
	These CPE hours are also	All auditors are required
	recognized by national and	to achieve the
	international professional	Continuing Professional
	bodies for Continuing	Education although they
	Professional(CPE)(Phua et	are not member of
	al. 2011)	professional accounting
	Staff in the audit firm are	body.
	being regularly trained and	

Variable	Supporting literature	Measurement items in
(Dimension)		Questionnaires(Appendix G)
		used in this study
	equipped with the latest updated of the accounting standard.(Phua et al., 2011) Many auditors received education about the standards of auditing, due to implementation of ISAs (Eglund & Gidlund, 2012)	Firm provides auditing training on clarified ISA and ISQC regularly to the staff.
Human Resource (Human resource policy and procedure)	The firm treated the CPE as part of the performance appraisal and promotion criteria. (Phua et al. 2011) The appraisal system of medical professional contained the summative aspect (assessment) which confirmed the Doctor have meet the standard as perexpected (Gerry & Ewen, 2007)	Clarified ISAs and ISQC
	Some firm required the staff to pass 7 e-learning	The firm have appropriate recruitment

Variable	Supporting literature	Measurement items in
(Dimension)		Questionnaires(Appendix G)
		used in this study
	tests to be promoted or to	procedure in recruiting
	be confirmed as permanent	quality audit staff
	staff.(Phua et al, 2011)	
	Candidate should be	
	evaluated based on the	
	predetermined set criteria	
	that tied the candidate to	
	the firm core	
	value(Brundage & Koziel,	
	2010)	
	Hospital are paying above-	The remuneration policy
	market compensation to fill	of the firm are sufficient
	certain scarce position	to attract, retain and
	(Little & Kinard,1999)	motivate the audit staff to
	Education and On the Job	comply with Clarified
	training is the important	ISAs and ISQC
	human capital feature that	
	determine the remuneration	
	of the individual (Bernard,	
	2012).	
Human	The detection component	• The auditor has
Resource(Knowl	of the audit quality is	appropriate knowledge
edgeand skill	derived from knowledge	and skill to perform audit
ofauditors)	and skill of the auditors	work in compliance with
	(Kohlers, 2009)	the Clarified ISAs and

Variable	Supporting literature	Measurement items in
(Dimension)		Questionnaires(Appendix G)
		used in this study
		ISQC.
Human	The detection component	The auditors have
Resource	of the audit quality is also	commitment and good
(Commitment	derived from the mental	attitude in performing the
and attitude of	attitude , personal	audit for the client by
auditors)	capability and commitment	complying with clarified
	of the auditors to identify	ISAs and ISQC.
	the material misstatement	
	(Kohlers, 2009)	
Financial	Audit fee charged by the	The firm charges audit
resource(Audit	small firm are much more	fee at higher than market
fee/ Revenue)	lower than the audit firm	rate to the client
	charged by medium firm	
	(Phua et al. 2011)	
Financial	• There is positive	The firm have earn
resource	relationship between the	higher than market norm
(Profitability)	profitability of the	profit for the past 5 years
	companies and comply with	
	the IFRS disclosure	
	requirement. (Valahi &	
	latridis, 2007 as cited in	
	Rodiel & Glenda, 2011)	
Financial	The staff are being	The firm have allocated
resource(Budget	provided with different type	sufficient budget for
<u> </u>	I	

Variable	Supporting literature	Measurement items in
(Dimension)		Questionnaires(Appendix G)
		used in this study
)	of formal and informal	training on Clarified ISAs
	training such as the	and ISQC
	accounting software and	
	audit software	
	training(Phua et.al. 2011)	
	Many auditors received	
	education about the	
	standards of auditing, due	
	to implementation of ISAs	
	(Eglund & Gidlund,2012)	
Organizational	The audit firm have	• The firm have
Resource	international affiliates to	established international
(Networking)	widen the networking with	affiliates to widen the
	other audit firm worldwide	networking with other
	(Phua et al. 2011)	audit firms worldwide
	The firm will be recognised	
	to adopt the ISAs when the	
	firm joined the large	
	international audit network.	
	(Mennicken, 2008)	
	Small auditors should	
	obtain better technical	
	support is for them to	
	cooperate through	
	professional institutions on	
	the international	

Variable	Supporting literature	Measurement items in
(Dimension)		Questionnaires(Appendix G)
		used in this study
	level(Metka,2011)	
	The highly structured firm	The firm is part of highly
	provide extensive guidance	structure network where
	on the all stage of audit.	all the member firm
	Conversely, the	required adopting the
	unstructured firm rely on	standardized audit
	auditor judgement and do	methodology.
	not provide the design of	
	the audit process.	
	(Lovata,1990)	
	• The firm have highly	
	structured network where	
	all member firm are	
	required to apply standard	
	audit methodology	
	developed for the group.	
	(Phua, 2011)	
	Some firm focussed on	The firm formed local
	local networking before	network with other audit
	joining international	firms and other service
	affiliates and practice	provider
	entities. (Phua, 2011)	
	The firm attempt to widen	
	their network by forming	
	the established link with	

Variable	Supporting literature	Measurement items in
(Dimension)		Questionnaires(Appendix G)
		used in this study
	other service provider such	
	as management consultant,	
	secretarial service firm and	
	etc. (Phua, 2011)	
Organizational	One of the factor	The firm regards internal
Resource	determining the audit	culture as critically
(Culture)	quality of the firm is the	important in striving
	culture within the firm	excellence in relation to
	(Financial Reporting	audit quality
	Council, 2010)	
	In Slovenian, lack of ISA-	The firm have structured
	compliant audit	audit programme
	programme caused the	incorporating the
	impediment to ISAs	updated Clarified ISAs
	adoption.(Metka,2011)	and ISQC
Organizational	The firm shall establish and	The firm have high
Resource	maintain a system of	quality technical support
(Quality Conrol)	quality control that includes	team on the Clarified
	policies and procedures	ISAs and ISQC
	that address each of the	The firm have quality
	following elements:	control system required
	a. Leadership	and complied with ISQC
	responsibilities for	
	quality within the firm.	

Variable	Supporting literature	Measurement items in
(Dimension)		Questionnaires(Appendix G)
		used in this study
	b. Relevant ethical requirements.	
	c. Acceptance and	
	continuance of client	
	relationships and specific engagements.	
	d. Human resources.	
	e. Engagement	
	performance.	
	f. Monitoring.	
	(IAASB, 2009, ISQC1)	
Organizational	All the audit firm had	• The firm have
Resource(Audit	updated and changed their	incorporated the Clarified
Methodologies)	audit methodology, the	ISAs and ISQC in their
	differences are to which	audit methodology and
	extent(Eglund & Gidlund,	firm policy
	2012)	

APPENDIX G

Questionnaire



Dear Sir / Madam,

Over the past few years, much attention has been paid to the adoption of the Clarified Standard of Auditing (Clarified ISAs) and International Standard of Quality Control (ISQC)

This study is set out to identify the responses and resource preparedness of Small and Medium Practice (SMP) for the Clarified Standard of Auditing (Clarified ISAs) and International Standard of Quality Control (ISQC). This survey seeks to look at the relationship between the preparedness in term of resource, level of adoption of Clarified ISA and ISQC and the timeliness of audit report issued by the SMP. These questionnaires are sent to SMP in Malaysia and we feel that your firm's response is extremely important in order for us to get an overall state of practice. For the research to be successful, help from the partners, directors or managers in your firm is required. Hopefully the research output can assist to enhance the development of SMP. Therefore we really need your co-operation.

Please kindly answer ALL questions. The survey will take approximately 10-20 minutes. Once completed, please return the completed questionnaire by using the stamped, self-addressed envelope that is provided in this package.

All information will be treated with strict confidential as it shall only be used for the purpose of academic research and your response of the questionnaire will only be analyzed in aggregate forms. Your organization will have no way of knowing how you have responded.

Your kind participation in this survey is highly valued and appreciated.

Should you have any enquiries regarding this questionnaire, please do not hesitate to contact us.

Thanking you in advance for your cooperation.

Yours faithfully,

Ang Soon Yong

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University Tunku Abdul Rahman

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ADOPTION OF CLARIFIED INTERNATIONAL STANDARD OF AUDITING (ISAs) AND CLARIFIED INTERNATIONAL STANDARD OF QUALITY CONTROL (ISQC) IN SMALL AND MEDIUM PRACTICE(SMP) IN MALAYSIA

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Management
University Tunku Abdul Rahman

Confidentiality

The views expressed in the completed questionnaire will be treated in the strictest confidence. Any information

Section A-: Resources and Practice

For each statement, tick ($\sqrt{}$) on the appropriate box using the scale from number 1 to 5 with 1 being "Strongly Disagree" and 5 being "Strongly Agree".

No	Description	1	2	3	4	5
1	The staff used IT tool in performing audit work such as internet, email, working papers groupware, personal data assistant, social networking, and instant messenger.					
2	The firm has their own server for internal database management system which comprises of the information of Clarified ISA and ISQC.					
3	The firm has capable IT staff to take care of technical aspect of the firm IT system					
4	The firm has in-house proprietary audit software to perform audit work.					
5	The firm used the computer assisted audit technique (CAATs) in performing the audit work.					
6	Online training is provided on Clarified ISA and ISQC to the audit staff					
7	The firm has industry specialization training programme					
8	The firm has subdivided the audit team based on industry					
9	The firm has built up long term relationship with its client					
10	Majority of the auditors must be member of the professional accounting body					
11	Firm provides auditing training on clarified ISA and ISQC regularly to the staff.					
12	Audit staffs are required to achieve the Continuing Professional Education although they are not the member of professional accounting body.					

Section A: Resource and Practice (Cont')

For each statement, tick (\checkmark) on the appropriate box using the scale from number 1 to 5 with 1 being "Strongly Disagree" and 5 being "Strongly Agree".

No	Description	1	2	3	4	5
13	The firm has appropriate performance appraisal					
	system to motivate the audit staff to comply with					
	clarified ISA and ISQC					
14	The firm has appropriate recruitment procedure in					
	recruiting quality audit staff					
15	The remuneration policy of the firm is sufficient to					
	attract, retain and motivate the audit staff to comply					
	with clarified ISAs and ISQC					
4.5						
16	The auditors have appropriate knowledge and skill					
	to perform the audit work in compliance with					
	Clarified ISAs and ISQC					
17	The auditors have commitment and good attitude in					
1 /	performing the audit for the client by complying					
	with the Clarified ISAs and ISQC					
18	The firm charges audit fees at higher than market					
	rate to the client					
19	The firm earns higher than market norm profit for					
	the past 5 years					
20	The firm has allocated sufficient budget for training					
	on Clarified ISAs and ISQC					
21	The firm has established international affiliations to					
	widen their networking with other audit firms					
	worldwide.					
22	The firm is part of a highly structured network					
	where all the member firms are required to adopt the					
22	standardized audit methodology					
23	The firm has formed local network with other audit					
24	firms and other service providers The firm regards internal culture as critically					
2 4	important in striving excellence in relation to audit					
	quality					
25	The firm has structured audit programme					
	incorporating the updated Clarified ISAs and ISQC.					
	,					
26	The firm has high quality technical support team on					
	Clarified ISAs and ISQC					
27	The firm has audit quality control system required					
	and complied with ISQC.					
28	The firm has incorporated the clarified ISAs and					
	ISQC in their audit methodology and firm policy.					

Section B: Items impact the timeliness of delivery of audit report

The following information is related to the items that impact the timeliness of delivery of audit report. Please tick to what extent the following items impact the timeliness of delivery of audit report using the scale from number 1 to 5 with 1 being "low impact" and 5 being "high impact".

No	Description	1	2	3	4	5
1	The overall adoption of Clarified ISAs and ISQC					
2	The high level of audit documentation required by Clarified ISAs					
3	The quality control system required by ISQC					
4	Clarified ISAs requirement for the auditor to assess the risk critically					
5	Clarified ISAs requirement for the auditor to exercise their professional scepticism in evaluating the accounting estimate					
6	Clarified ISAs requirement for auditor to evaluate the result and scope of external expert					
7	Clarified ISAs requirement for auditor to focus on related party transaction					
8	Clarified ISAs requirement for auditor to communicate the internal control deficiency to those charged in governance					
9	Clarified ISA requirement for the auditor to using the top down approach in group auditing					

Section C: Perceived level of adoption of Clarified ISAs and ISQC in your firm

The following information is related to the perceived level of adoption of the clarified ISAs and ISQC in your firm Please tick the level of adoption that you perceived the firm has adopted for the list of Clarified ISAs and ISQC as shown below:

No	Description	Low	Medium	High	N/A
1	ISA 200, Overall Objectives of the Independent				
	Auditor and the Conduct of an Audit in Accordance				
	with International Standards on Auditing				
2	ISA 210, Agreeing the Terms of Audit Engagements				
3	ISA 220, Quality Control for an Audit of Financial				
	Statements				
4	ISA 230, Audit Documentation				
5	ISA 240, The Auditor's Responsibilities Relating to				
	Fraud in an Audit of Financial Statements				
6	ISA 250, Consideration of Laws and Regulations in				
0	an Audit of Financial Statements				
7	ISA 260, Communication with Those Charged with				
	Governance				
8	ISA 265, Communicating Deficiencies in Internal				
	Control to Those Charged with Governance and				
	Management				
9	ISA 300, Planning an Audit of Financial Statements				
	15A 500, I familing all Addit of I mancial Statements				
10	ISA 315, Identifying and Assessing the Risks of				
	Material Misstatement through Understanding the				
11	Entity and Its Environment ISA 320, Materiality in Planning and Performing an				
11	Audit				
12	ISA 330, The Auditor's Responses to Assessed Risks				
12	ICA 400 Audit Considerations Polating to an Paris				
13	ISA 402, Audit Considerations Relating to an Entity Using a Service Organization				
	Sing a service organization				
14	ISA 450, Evaluation of Misstatements Identified				
	during the Audit				

Section C: Perceived level of adoption of Clarified ISAs and ISQC in your firm(Cont')

The following information is related to the perceived level of adoption of the clarified ISAs and ISQC in your firm Please tick the level of adoption that you perceived the firm has adopted for the list of Clarified ISAs and ISQC as shown below:

No	Description	Low	Medium	High	N/A
15	ISA 500, Audit Evidence				
16	ISA 501, Audit Evidence-Specific Considerations for Selected Items				
17	ISA 505, External Confirmations				
18	ISA 510, Initial Audit Engagements-Opening Balances				
19	ISA 520, Analytical Procedures				
20	ISA 530, Audit Sampling				
21	ISA 540, Auditing Accounting Estimates, Including Fair Value Accounting Estimates, and Related Disclosures				
22	ISA 550, Related Parties				
23	ISA 560, Subsequent Events				
24	ISA 570, Going Concern				
25	ISA 580, Written Representations				
26	ISA 600, Special Considerations-Audits of Group Financial Statements (Including the Work of Component Auditors)				
27	ISA 610, Using the Work of Internal Auditors				
28	ISA 620, Using the Work of an Auditor's Expert				
29	ISA 700, Forming an Opinion and Reporting on Financial Statements				
30	ISA 705, Modifications to the Opinion in the Independent Auditor's Report				
31	ISA 706, Emphasis of Matter Paragraphs and Other Matter Paragraphs in the Independent Auditor's Report				

Section C: Perceived level of adoption of Clarified ISAs and ISQC in your firm(Cont')

The following information is related to the perceived level of adoption of the clarified ISAs and ISQC in your firm Please tick the level of adoption that you perceived the firm has adopted for the list of Clarified ISAs and ISQC as shown below:

No	Description	Low	Medium	High	N/A
32	ISA 710, Comparative Information-Corresponding Figures and Comparative Financial Statements				
33	ISA 720, The Auditor's Responsibilities Relating to Other Information in Documents Containing Audited Financial Statements				
34	ISA 800, Special Considerations-Audits of Financial Statements Prepared in Accordance with Special Purpose Frameworks				
35	ISA 805, Special Considerations-Audits of Single Financial Statements and Specific Elements, Accounts or Items of a Financial Statement				
36	ISA 810, Engagements to Report on Summary Financial Statements				
37	International Standard on Quality Control (ISQC) 1, Quality Controls for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements				

Section D: Feedback of post implementation of Clarified ISAs and ISQC

The following information is related to feedback on the post implementation of the Clarified ISAs and ISQC. For each statement, tick ($\sqrt{}$) on the appropriate box using the scale from number 1 to 5 with 1 being "Strongly Disagree" and 5 being "Strongly Agree".

No	Description	1	2	3	4	5
1	The requirements in the clarified ISAs are clear and					
	understandable within the auditors in your firm and					
	between different branches in Malaysia					
2	The role, purpose, objectives and requirements in					
	clarified ISAs are clear.					
3	The extent and nature of the application and other					
	explanatory material are sufficient to provide basis					
	understanding of the requirement in the clarified					
	ISAs					
4	Overall, the revised structure of the Clarified ISAs					
	is helpful in promoting understanding of the					
	requirement					
5	The Clarified ISAs is able to be translated into					
	other languages in a manner that enables their					
	consistent application.					
6	There is an evidence showing different					
	interpretation of the ISAs occurring at the current					
	office location at different state in Malaysia					
7	The objectives set out in clarified ISAs assist the					
	auditor in determining whether additional					
	procedures are needed					
					1	

Section D: Feedback of post implementation of Clarified ISAs and ISQC(Cont.)

The following information is related to feedback on the post implementation of the Clarified ISAs and ISQC. For each statement, tick ($\sqrt{}$) on the appropriate box using the scale from number 1 to 5 with 1 being "Strongly Disagree" and 5 being "Strongly Agree".

No	Description	1	2	3	4	5
8	The objectives set out in clarified ISAs assist the					
	auditor in evaluating whether sufficient and					
	appropriate audit evidence has been obtained					
9	Clarified ISAs drive the auditor to focus on area of					
	risk in their work effort					
10	Audit of accounting estimate, including fair values					
	is sufficiently rigorous in Clarified ISAs					
11	Export and enocialist are enpreprietally involved in					
11	Expert and specialist are appropriately involved in					
	audits as designed in Clarified ISAs					
12	Crown auditor are ammoniately involved in audit of					
12	Group auditor are appropriately involved in audit of					
	the component as prescribed in Clarified ISAs					
13	Audit of related parties and related party transaction					
13	is sufficiently covered in Clarified ISAs					
	is sufficiently covered in Clarified 15As					
14	Audit firms have appropriate quality control					
	policies and procedures as required by ISQC					
15	Communication between auditor and those charged					
	with governance is appropriate and timely as					
	prescribed in Clarified ISAs					
16	There is no requirement in Clarified ISAs that do					
	not seem necessary to meet the relevant ISA's					
	Objective					
17	Clarified ISAs result in appropriate amount of					
	documentation of audit.					
		•				

Section E: Firm Profile:

A1 Annual Turnover Less than RM5m RM5m-RM10m RM11m-RM49m RM50m-RM99m RM100m and above	A4 Ownership structure Sole Proprietor Partnership (2-5 partners) Partnership(6-9 partners) Partnership(≥ 10 partners) Others please specify
A2 Number of Employee Greater than 500 250-500 100-249 50-99 Less than 50	A5 Clientele Structure Small and medium enterprise Multinational Organization Public Listed Company Other Percentage 100%
A5 Clientele Structure Small and medium enterprise Multinational Organization Public Listed Company Other Percentage 100%	A5 Year of Operation More than 50 years 31-50 21-30 11-20 Less than 10 years

Section F: Company Communication	
Firm Name :	(Optional)
(Kindly be assured that your company i	name will not be disclosed in the research report)
Do you want to have a summary of the i	research report?
[] Yes [] No	
If YES, please state your name and ema	ail address or attach your name card when returning this
questionnaire:-	

Kindly return the completed questionnaire at the following address to us in the postage paid return envelope or scan and email to Mr. Ang Soon Yong at angsy@utar.edu.my

Correspondence Address:

Dr.Nurmazilah Mahzan Deputy Dean (Undergraduate) Faculty of Business and Accountancy Universiti Malaya 50603 Kuala Lumpur

> Thank You for your time and participation Information provided will be held in strictest confidence