

TABLE OF CONTENTS

Chapter		Paragraph
1	The Use of Analytical Procedures	.01-.48
	Concepts and Definitions .....	.03-.13
	Analytical Procedures .....	.03-.09
	Expectations .....	.10
	Precision .....	.11-.12
	Level of Assurance .....	.13
	Analytical Procedure Process: Four Phases .....	.14-.48
	Expectation Formation (Phase I) .....	.16-.40
	Identification and Investigation (Phases II and III) ..	.41-.46
	Evaluation (Phase IV) .....	.47-.48
2	Questions and Answers	.01-.41
	Precision of the Expectation .....	.02-.15
	Relationship of Analytical Procedures to the Audit Risk Model .....	.16-.21
	Evaluation and Investigation .....	.22-.26
	Purpose of Analytical Procedures .....	.27-.37
	Fraud .....	.38-.41
3	Case Study: On the Go Stores	.01-.76
	Background Information .....	.03-.10
	Nature of the Account or Assertion .....	.08-.10
	Example 1: Trend Analysis .....	.11-.25
	Expectation Formation (Phase I) .....	.12-.19
	Planning Phase: Identification, Investigation, and Evaluation (Phases II-IV) .....	.20-.22
	Substantive Testing: Identification, Investigation, and Evaluation (Phases II-IV) .....	.23-.25
	Example 2: Ratio Analysis .....	.26-.35
	Expectation Formation (Phase I) .....	.27-.31
	Identification, Investigation, and Evaluation (Phases II-IV) .....	.32-.35
	Example 3: Reasonableness Test .....	.36-.48
	Expectation Formation (Phase I) .....	.37-.40
	Inherent Precision of the Type of Expectation .....	.41-.44
	Identification, Investigation, and Evaluation (Phases II-IV) .....	.45-.48
	Example 4: Regression Analysis .....	.49-.69
	Cross-Sectional Regression .....	.52-.58
	Expectation Formation (Phase I) .....	.59-.66
	Identification, Investigation, and Evaluation (Phases II-IV) .....	.67-.69

Chapter		Paragraph
3	Case Study: On the Go Stores—continued	
	Use of Regression in Review Engagements .....	.70
	Regression and Fraud Detection .....	.71-.74
	Reasonableness Testing by Store .....	.75-.76
Appendix		
A	Measures of Precision for a Regression Analysis	
B	Financial Ratios	
C	Mapping and Summarization of Changes—Clarified Auditing Standards	
D	Schedule of Changes Made to the Text From the Previous Edition	

<http://www.pbookshop.com>