



**Assessment of Professional Competence
November 2014**

REQUIRED

Assume you are an audit senior at Arthur Price Loitte & Young Inc. ('APLY')

(a)	<p>A meeting between Mr Emgee and the management of WBP has been scheduled for 24 November 2014. Mr Emgee has a very full work schedule, and therefore has requested your assistance in preparing for the meeting.</p> <p>Prepare a list of appropriate questions that Mr Emgee could ask during the proposed meeting to elicit additional information to be used to determine whether APLY should accept the audit engagement.</p>
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Assume you are an audit senior at Fisher Goetsch & Hegarty Inc. ('FGH')

(b)	<p>Review workpaper W123 relating to the audit of the provision for rebates and prepare your review notes for the attention of A Junior, a trainee accountant who has recently started working for your firm after passing his CTA examinations.</p>
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Assume you are the newly appointed financial accountant at WBP

(c)	Draft an e-mail to Mr Alexander, as requested by Mr Hawkes in his e-mail dated 18 November 2014, in which you explain in layman's terms the reasons for the possible impairment and how this would be calculated in principle.
(d)	Draft an e-mail to Mr Hawkes in response to his request for a review of his impairment workings per his e-mail dated 18 November 2014.
(e)	Draft a report on behalf of Mr Hawkes in which you critically comment on the Oikos valuation performed by The Edge Capital Advisors. This report is to be distributed as part of the Board agenda pack for its next meeting.
(f)	Prepare a memorandum to Mr Hawkes in which you identify and discuss five key reasons why it may not be appropriate for WBP to pursue an investment in a particleboard plant.
(g)	<p>Draft notes to Mr Sutton on behalf of Mr Hawkes in which you explain, with reasons, the accounting effect WBP's implementation of the long-term share incentive scheme would have on its financial statements, including any taxation consequences.</p> <p>Illustrate the effect, for the financial year ended 31 October 2014 only, on each relevant line item of the statement of comprehensive income and the statement of financial position, assuming the scheme was implemented on 31 October 2014.</p>
(h)	<p>Ms Moonsamy, the Human Resources Manager of WBP, showed you the anonymous letter dated 18 November 2014 received from disgruntled employees and requested your impartial comments as a newly appointed staff member.</p> <p>Prepare a memorandum to Ms Moonsamy in which you comment on the issues raised in the letter. Assume that you have all the relevant information with regard to the proposed long-term incentive scheme.</p>
(i)	List, with reasons, six key initiatives you would expect WBP to begin implementing in order to enhance business sustainability. This list is for your personal use as a reference document in preparation for your attendance at the forthcoming strategic think tank of WBP regarding business sustainability.