

The Ability Of The Analytical Procedures For The External Auditor To Discover Accounting And Financial Fraud.

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ABSTRACT

This study aimed to the statement of the ability of analytical procedures for external auditor in detecting accounting fraud and financial in Chemical Public Shareholding industrial companies, and to achieve the objectives of the study, the researcher has applied the approach on, the financial statements of the companies in the study, for the fiscal period of the year (2015-2010), using a set of appropriate statistical tools..

The study found that there was no statistically significant differences between the analytical procedures for using profitability ratios and trend analysis by the external auditor and the disclosure of financial and accounting fraud in the financial statements of industrial companies with Jordanian relationship, and while there are statistically significant differences between using special liquidity ratios analytical procedures relationship, and ratios activity, leverage ratios by the external auditor and the disclosure of accounting fraud and financial in the financial statements of industrial companies with Jordan.

In light of the previous results of mention researcher it recommended that It has to be external auditor to focus on the use profitability ratios, especially in the planning of the audit process and to identify audit risk assessed what of these ratios from the possibility of the income statement elements and factors affecting the stage of analytical procedures, all this would increase the

efficiency of the auditor access to reasonable assurance about the absence of financial statements of material misstatement.

And necessity for external auditor with the focus on using special liquidity ratios in all stages of the analytical procedures audit of what these percentages of the possibility of commitment and fulfill the payment and the factors affecting the liabilities of each statement this would increase the capacity and efficiency of the auditor to reach a reasonable assessment on the material misstatement of the financial statements replace audit.

And should the external auditor the practice of special analytical procedures using analyze trends, especially in the planning stage of the audit process and assess the audit risks of these procedures from the possibility of a statement and see the changes in the components of the financial statements over the past years, and this would increase the efficiency of the auditor access to the opinion of just about data financial replace examination and audit.