

Audit & Assurance

Presentation by: Lenrod Mwamburi

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Outline



- 1. Definitions*
- 2. Audit process simplified*
- 3. Risk affecting the audit process*
- 4. Audit profession challenges over the years*
- 5. Understanding Logistics for better audits*

Audit & Assurance



Audit: systematic,
professional and
independent examination

Assurance: Independent
professional service, aimed
at improving information

(reduce information risk)



Audit process



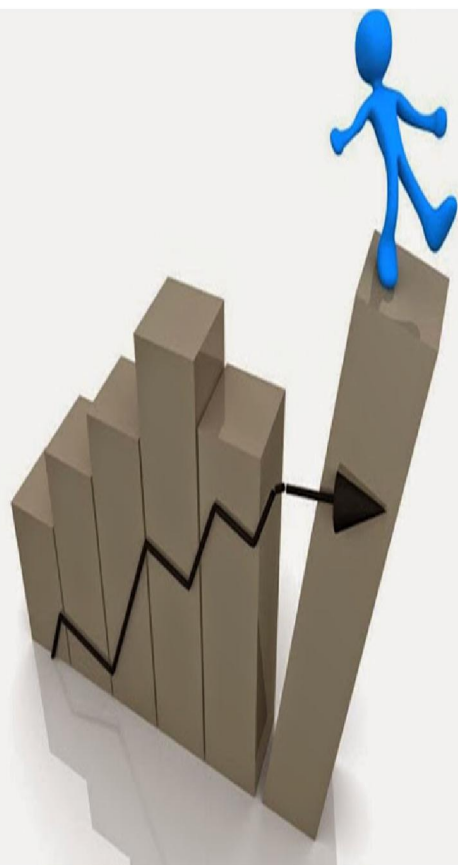
Risk factors



- *Growing revenues and cost management*
- *Tax related risks*
- *Communication challenges*
- *Potential fraud*
- *Mergers, acquisitions and logistics partnerships.*
- *Opportunities in the emerging markets*
- *Financing and financial solutions for the logistics sector*
- *Transport and the needed infrastructure.*
- *Meeting international financial reporting standards requirements*



Audit Challenges



- *Technological revolution*
- *Trust in business (Responsive and Responsible Leadership)*
- *Shifting geopolitical landscape*
- *Fraudulent financial reporting and audit failures*
- *Audit costs and audit fees*
- *Staffing, training and transformation*
- *Auditor independence and the provision of non-audit services*
- *The audit expectation gap and auditor litigation*

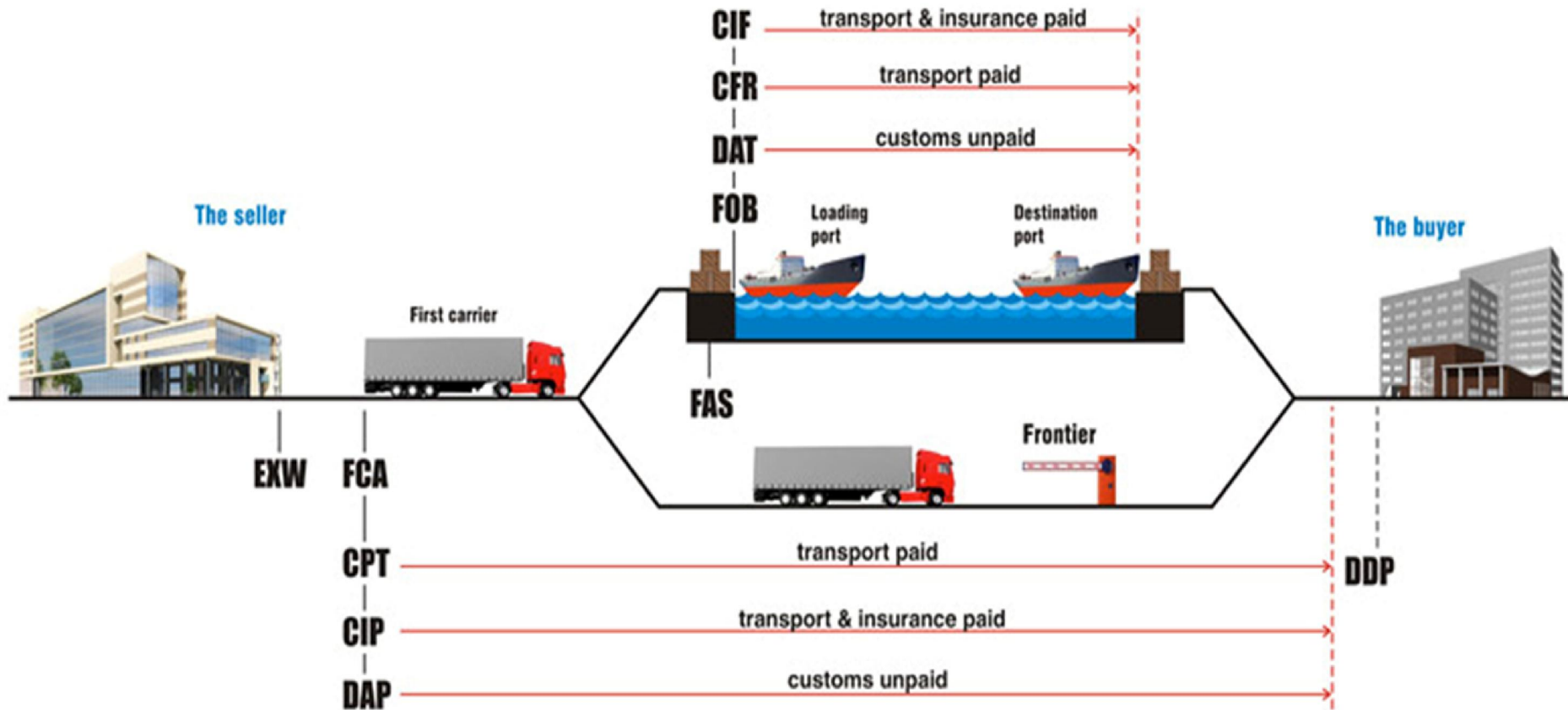


Logistics – 3PL

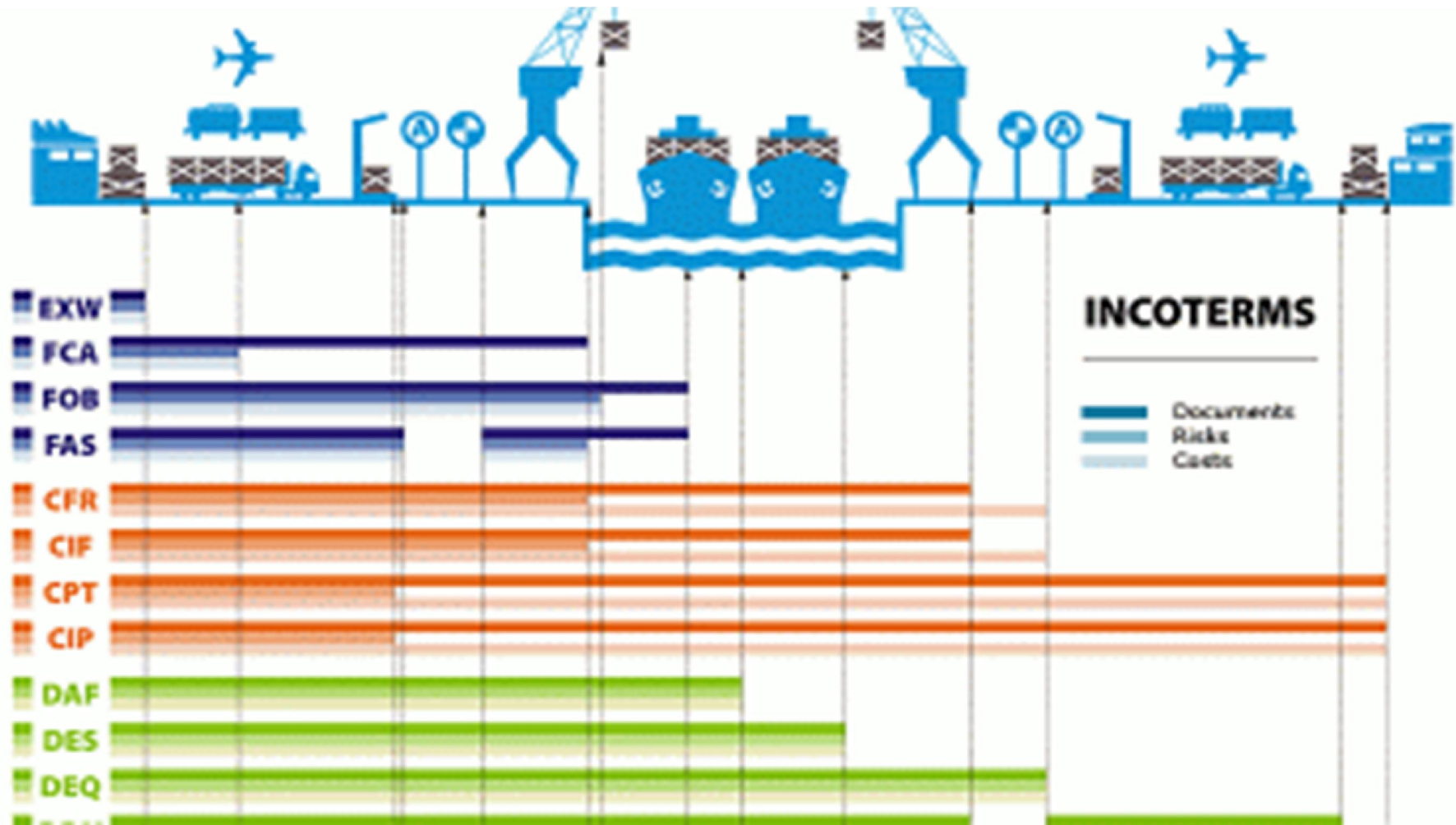


- **Transportation or Freight Management** e.g. FedEx Logistics, UPS Logistics
- **Freight Consolidation**, e.g. Sovereign Logistics Limited
- **Warehouse/Distribution Based 3PLS**: e.g. DSC Logistics, USCO, Exel, Caterpillar Logistics
- **Forwarder Based 3PLS**: e.g. Kuehne & Nagle,
- **Shipper/Management Based 3PLS**: e.g., AFS Logistics, GlobalTranz, Worldwide Express
- **Financial Based 3PLS**: e.g. GE Information Services
- **Information-based firms 3PLS**: e.g. Transplace, Nistevo, FreightQuote.com, uShip

Logistics – Contracts



Logistics – Contracts



Questions?



Ask
Answer
Who
Why
Where
What
When
How
Question
Answers
Apply
Understand
Query
Questions