

THE AUDIT OF RECEIVABLES IS THE FOCUS OF SCIENTIFIC RESEARCH

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Exploring the auditing of accounts receivable under a risk-oriented framework is crucial for sounding an alarm within the auditing profession [1-3]. Although risk-oriented auditing generally surpasses traditional accounts receivable auditing models in terms of audit levels and outcomes. To realize the functions and value of risk-oriented auditing of accounts receivable, it is essential:

1 Enhancing Internal Regulatory Mechanisms. On one hand, it involves granting auditing personnel the authority to supervise. On the other hand, the implementation of a reverse system, which allows the audited entities to sue the auditing firms, could be considered.

2 Increasing Punitive Measures. For accounting firms that commit significant errors in the auditing of accounts receivable, stricter financial compensations should be imposed. This would effectively raise the cost of non-compliance for accounting firms, creating internal constraints.

3 Deepening Research on Risk-Oriented Accounts Receivable Audit Theory. Currently, there is a need to further develop the auditor training system, particularly integrating traditional accounts receivable auditing with business management, socio-economics, and other related disciplines to establish a new audit training curriculum.

4 Accounting Firms Should Opt for Scientific Auditing Methods. Accounting firms need to select appropriate auditing methods based on the specific circumstances of the audited entities. Additionally, accounting firms could establish industry-specific databases to support risk-oriented auditing of accounts receivable [4-6].

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