



**ICAP**

# **CERTIFIED FINANCE AND ACCOUNTING PROFESSIONAL**

**Syllabus**

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## CERTIFIED FINANCE AND ACCOUNTING PROFESSIONAL

CFAP represents the advanced stage of ICAP's CA Program, designed to assess students' high-level technical and business competencies. In all CFAP papers, students are expected to have an in-depth understanding of ethics, technology, and sustainability. Together, these areas contribute to building the technical knowledge, professional skills, and practical experience required to become an ICAP Chartered Accountant.

## CFAP 1: ADVANCED CORPORATE REPORTING

Competency
In-depth knowledge of IFRS, IFRIC/SIC and understanding of the accounting regulatory requirements in Pakistan for prominent sectors including public sector.

Syllabus Ref	Grid	Learning hours	Weightage
A	Financial Reporting for Groups	64-75	30-40
B	Accounting for Essential Financial Transactions and Ethics	34-40	30-40
C	Specialized and Other Areas of Financial Reporting	49-62	25-35
	<b>Total</b>	<b>147-177</b>	<b>100</b>

### Key Examinable Technical Competencies

Syllabus Ref	Learning Outcomes	Proficiency Level	Testing Level
<b>A</b>	<b>Financial Reporting for Groups</b>		
	1 Apply IFRS based principles, laws and concepts with respect to the preparation and presentation of Consolidated Financial Statements.	P3	T3
	2 Analyze and interpret general purpose financial reports	P2	T1
	3 Apply International Financial Reporting Standards (IFRSs) including appropriateness of accounting policies used to prepare financial statements to:		
	a. The Effects of Changes in Foreign Exchange Rates	P2	T1
	b. Non-current Assets Held for Sale and Discontinued Operations	P2	T1
	c. Interim Financial Reporting	P2	T2
	d. Related Party Disclosures (including local requirements)	P2	T1

<b>B Accounting for essential financial transactions and Ethics</b>				
	1	Apply International Financial Reporting Standards (IFRSs) including appropriateness of accounting policies used to prepare financial statements with respect to:		
	2	a. Financial Instruments	P3	T2
		b. Revenue from Contracts with Customers.	P3	T2
		c. Income Taxes	P3	T2
	3	Apply the requirements of code of ethics for professional accountants working in business.	P2	T1
<b>C Specialized and other areas of Financial Reporting</b>				
	1	Apply International Financial Reporting Standards (IFRSs) including appropriateness of accounting policies used to prepare financial statements with respect to:		
		a. Impairment of Assets	P3	T1
		b. Employee Benefits	P2	T2
		c. Share Based Payments	P3	T2
		d. Fair Value Measurement	P2	T1
		e. Leases	P3	T2
	2	Understand potential impact of changes in accounting requirements catering to money markets.	P1	T1
	3	Understand financial reporting requirements for:	P1	T1
		a. Banks		
		b. Mutual funds		
		c. Insurance companies		
	4	State overview of IFRS for SMEs	P1	T1
	5	Understand accounting and reporting requirements for retirement benefit plans.	P1	T1
	6	State overview of Islamic Accounting Standard issued by ICAP.	P1	T1
	7	State overview of IFRSs on:	P1	T1
		a. First-time Adoption of International Financial Reporting Standards		
		b. Insurance Contracts		
		c. Exploration for and evaluation of Mineral Resources		

		d. Regulatory Deferral Accounts e. Financial Reporting in Hyperinflationary Economies		
	8	State overview of IPSASs and The Conceptual Framework for General Purpose Financial Reporting by Public Sector, Presentation of Financial Statements and Financial Reporting Under the Cash Basis of Accounting.	P1	T1

### Key Examinable Professional Skills

1	Evaluate data and information from a variety of sources and perspectives through research, collaboration, integration, and analysis.
2	Identify when it is appropriate to consult with experts.
3	Communicate clearly and concisely with a range of stakeholders.
4	Evaluate changing facts and circumstances to solve problems, form judgments, make informed decisions, and reach well-reasoned conclusions.
5	Apply IFRS on transactions and other events and conditions based on facts and circumstances.

### Key Examinable Professional Values, Ethics and Attitude

1	Apply an inquiring mind when collecting and assessing data and information.
2	Apply techniques to reduce bias, when solving problems, informing judgements, making informed decisions and reaching well-reasoned conclusions and communicating with a range of stakeholders.
3	Apply critical thinking when identifying and evaluating alternatives to determine an appropriate course of action.
4	Evaluate the significance of threats to compliance with the fundamental principles of ethics and respond appropriately.
5	Analyze the consequences of unethical behavior to the individual, the profession, and the public.

### Specific Examinable Knowledge Reference

<b>A</b>	<b>Financial Reporting for Groups</b>
1	IFRS 3 – Business Combinations
2	IFRS 10 – Consolidated Financial Statements
3	IFRS 11 – Joint Arrangements
4	IFRS 12 – Disclosure of Interests in Other Entities

5	IAS 7 – Statement of Cash Flows (Consolidated only)
6	IAS 21 – Effects of Changes in Foreign Exchange Rates
7	IAS 24 – Related Party Disclosures
8	IAS 27 – Separate Financial Statements
9	IAS 28 – Investments in Associates and Joint Ventures
10	IFRS 5 – Non-current Assets Held for Sale & Discontinued Operations
11	IAS 34 – Interim Financial Reporting
12	Fourth and Fifth schedules of Companies Act, 2017
<b>B</b>	<b>Accounting for Essential Financial Transactions &amp; Ethics</b>
1	IFRS 7 – Financial Instruments: Disclosures
2	IFRS 9 – Financial Instruments (including IFRIC 16 & 19)
3	IFRS 15 – Revenue from Contracts with Customers
4	IAS 12 – Income Taxes (including SIC 25 & IFRIC 23)
5	IAS 32 – Financial Instruments: Presentation
6	Code of Ethics for Chartered Accountant
<b>C</b>	<b>Specialized &amp; Other Areas of Financial Reporting</b>
1	IFRS 1 – First-time Adoption of Financial Reporting Standards
2	IFRS 2 – Share-based Payment
3	IFRS 6 – Exploration for and Evaluation of Mineral Resources
4	IFRS 13 – Fair Value Measurement
5	IFRS 14 – Regulatory Deferral Accounts
6	IFRS 16 – Leases
7	IFRS 17 – Insurance Contracts
8	IAS 19 – Employee Benefits (including IFRIC 14)
9	IAS 26 – Accounting and Reporting Retirement Benefit Plans
10	IAS 29 – Financial Reporting in Hyperinflationary Economies (including IFRIC 7)
11	IAS 36 – Impairment of Assets
12	IFRS for SMEs

## CFAP-2: CORPORATE LAWS AND GOVERNANCE

Syllabus Ref	Grid	Learning hours	Weightage
A	Secretarial Practices	80-85	35-45
B	Mediation, Arbitration, Mismanagement, Restructuring and Governance	20-30	10-15
C	Specialized Corporate Laws	15-20	10-15
D	Other Relevant Laws	40-45	30-40
	<b>Total</b>	<b>155-180</b>	<b>100</b>

### Key Examinable Technical Competencies

Syllabus Ref	Contents	Proficiency Level	Testing Level
<b>A</b>	<b>Secretarial Practices</b>		
1	Advise on compliance with general law governing companies.	P3	T3
2	Advise on compliance with general law governing the issuance of securities by companies.	P2	T2
3	Apply specific laws governing listed companies.	P3	T2
4	Explain laws relating to the selection of independent directors.	P3	T2
5	Prepare notice of the meetings, ordinary resolutions, special resolutions and minutes.	P2	T2
<b>B</b>	<b>Mediation, Arbitration, Mismanagement, Restructuring and Governance</b>		
1	Explain laws relating to mediation, arbitration and prevention of oppression & mismanagement.	P2	T2
2	Apply specific laws governing the restructuring and governance of companies.	P2	T2
<b>C</b>	<b>Specialized Corporate Laws</b>		
1	Advise specific laws governing non-banking finance companies.	P3	T2
2	Apply specific laws governing insurance companies.	P2	T2
3	Apply specific laws governing banking companies.	P2	T2

	<b>D</b>	<b>Other Relevant Laws</b>		
	1	Explain laws relating to free competition.	P2	T2
	2	Explain laws governing foreign exchange transactions.	P2	T2
	3	Explain laws relating to anti-money laundering and terror financing.	P2	T2
	4	Advise on the laws relating to corporate governance of public sector companies.	P2	T2
	5	Explain laws relating to the trusts.	P2	T2
	6	Explain the requirements of the Code of Ethics for Chartered Accountants.	P2	T2

### Key Examinable Professional Skills

1	Evaluate data and information from a variety of sources and perspectives through research, collaboration, integration, and analysis.
2	Evaluate changing facts and circumstances to solve problems, form judgments, make informed decisions, and reach well-reasoned conclusions.
3	Identify when it is appropriate to consult with experts.
4	Communicate clearly and concisely, with a range of stakeholders.

### Key Examinable Professional Values, Ethics and Attitude

1	Apply an inquiring mind when collecting and assessing data and information.
2	Apply techniques to reduce bias, when solving problems, informing judgements, making informed decisions and reaching well-reasoned conclusions and communicating with a range of stakeholders.
3	Apply critical thinking when identifying and evaluating alternatives to determine an appropriate course of action.
4	Evaluate the significance of threats to compliance with the fundamental principles of ethics and respond appropriately.
5	Analyze the consequences of unethical behavior to the individual, the profession, and the public.
6	Apply relevant ethical requirements to all professional activities.

## Specific Examinable Knowledge Reference

<b>A</b>	<b>Secretarial Practices</b>
1.1	Companies Act, 2017 Sections: 1 to 275, 293 to 302, 304 to 306, 312 to 396, 406 to 468, 471 to 473, 498, 500 and 505
1.2	First and Second Schedules of the Companies Act, 2017
1.3	Companies (Postal Ballot) Regulations, 2018
1.4	Companies Regulations, 2024 Regulations: 2, 8 to 14, 19, 35 to 56
1.5	Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017
1.6	Employees Contributory Fund (Investment in Listed Securities) Regulations, 2018
1.7	Companies (Related Party Transactions & Maintenance of Related Records) Regulations, 2018 - Regulations: 3 to 6
1.8	Companies (Distribution of Dividends) Regulations, 2017
2.1	Private Placement of Securities Rules, 2017 - Rules 4 to 6
2.2	Companies (Further Issue of Shares) Regulations, 2020
3.1	Securities Act, 2015 Sections: 2, 63 to 65, and 87 to 131)
3.2	Pakistan Stock Exchange Rule Book (Chapter 5)
3.3	Listed Companies (Buy-Back of Shares) Regulations, 2019
3.4	Listed Companies (Substantial Acquisition of Voting Shares and Takeovers) Regulations, 2017
3.5	Public Offering Regulations, 2017
3.6	Companies (Manner and Selection of Independent Directors) Regulations, 2018)
<b>B</b>	<b>Mediation, Arbitration, Mismanagement, Restructuring and Governance</b>
1.1	Companies Act, 2017 Sections: 276 to 292
2.1	Corporate Restructuring Companies Act, 2016 (Sections: 1 to 6)

2.2	Corporate Restructuring Companies Rules, 2019
2.3	Listed Companies (Code of Corporate Governance) Regulations, 2019
<b>C</b>	<b>Specialized Corporate Laws</b>
1.1	Companies Ordinance, 1984 - Sections 282A to 282N
1.2	The Non-banking Finance Companies and Notified Entities Regulations, 2008 Regulation 2, 3, 9, 10, 15B and 16 to 18
2.1	Insurance Ordinance, 2000 <ul style="list-style-type: none"> <li>• Part I - Sections 1 to 4</li> <li>• Part II - Sections 5 to 13</li> <li>• Part III - Section 14</li> <li>• Part IV - Section 28</li> <li>• Part V - Sections 35 and 36</li> <li>• Part VII - Sections 45 to 48</li> </ul>
3.1	The Banking Companies Ordinance, 1962 <ul style="list-style-type: none"> <li>• Part I - Sections 1, 2, 5 &amp; 6</li> <li>• Part II - Sections 9, 11, 13 to 19, 21, 22, 24, 29, 34 to 38</li> </ul>
<b>D</b>	<b>Other Relevant Laws</b>
1.1	Competition Act, 2010 - Chapter I and II
2.1	Foreign Exchange Manual of State Bank of Pakistan - Chapter 19 and 20
3.1	Anti-money Laundering Act, 2010
3.2	Securities and Exchange Commission of Pakistan (Anti Money Laundering and Countering Financing of Terrorism) Regulations, 2020 Chapter I - Sections: 1 to 3 and Chapter II - Sections: 4 to 25
4.1	Public Sector Companies (Corporate Governance) Rules, 2013
4.2	State Owned Enterprises (Governance and Operations) Act, 2023 Sections: 2,3, 6 to 8, 10 to 14, 20 to 22, 25 to 28)
5.1	Islamabad Capital Territory Trust Act, 2020
6.1	ICAP Code of Ethics for Chartered Accountants (Revised 2024): Part I and II

Note: All Annexures, Appendix, Forms, Schedule, Table etc. given in any Act, manual, rule, regulation, rule book etc. are excluded from syllabus unless otherwise specifically included.

## CFAP-3: SUSTAINABILITY REPORTING AND ASSURANCE

Grid	Topic	Teaching hours	Weightage
A	Understanding Sustainability-related Disclosure Concepts and its application	40-55	30-40
B	Sustainability Reporting	40-55	30-40
C	Assurance-related Considerations	30-40	25-35
	<b>Total</b>	<b>105-145</b>	<b>100</b>

### Key Examinable Technical Competencies

Syllabus Ref	Learning Outcomes	Proficiency Level	Testing Level
<b>A</b>	<b>Understanding Sustainability-related Disclosure Concepts and its application</b>		
1	Explain the objective, scope, and definitions.	P2	T2
2	Discuss the conceptual foundations comprising fair presentation, materiality, reporting entity, and connected information.	P3	T2
3	Discuss the core content i.e., governance, strategy, risk management, and metrics and targets.	P3	T2
4	Explain the general requirements covering sources of guidance, location of disclosures, timing of reporting, comparative information, and statement of compliance.	P2	T2
5	Evaluate the implications of judgments, uncertainties, and errors in sustainability reporting and decision making.	P3	T2
6	Discuss qualitative characteristics of useful sustainability-related financial information.	P3	T2
7	Discuss the effective date and transitional provisions of sustainability-related issued standards.	P2	T1
8	Evaluate the local sustainability regulations and policies applicable to the work of the accountants, including corporate reporting.	P3	T2

<b>B</b>	<b>Sustainability Reporting</b>			
	<b>a</b>	<b>Climate-related disclosures</b>		
	1	Explain the objective, scope, and defined terms.	P2	T2
	2	Discuss and apply core content covering governance, strategy, risk management, and metrics and targets.	P3	T2
	3	Discuss application guidance regarding climate resilience, greenhouse gases, core-industry metric categories, and climate-related targets.	P2	T2
	<b>b</b>	<b>Sustainability Accounting Standards Board (SASB) Standards</b>		
	1	Understand and apply the principles and concepts with respect to SASB Standards.	P3	T2
	2	Understand and apply specified SASB Standards' requirements relating to sustainability disclosure topics and metrics.	P3	T2
<b>C</b>	<b>Assurance-related Considerations</b>			
	1	Plan, perform, conclude, and report on sustainability assurance.	P3	T2
	2	Understand and apply the requirements of the International Ethics Standard for Sustainability Assurance.	P3	T2

### Key Examinable Professional Skills

1	Evaluate data and information from a variety of sources and perspectives through research, collaboration, integration, and analysis.
2	Identify when it is appropriate to consult with experts.
3	Communicate clearly and concisely, with a range of stakeholders.
4	Evaluate changing facts and circumstances to solve problems, form judgments, make informed decisions, and reach well-reasoned conclusions.

### Key Examinable Professional Values, Ethics and Attitude

1	Apply an inquiring mind when collecting and assessing data and information.
2	Apply techniques to reduce bias, when solving problems, informing judgements, making informed decisions, reaching well-reasoned conclusions and communicating with a range of stakeholders.

3	Apply critical thinking when identifying and evaluating alternatives to determine an appropriate course of action.
4	Evaluate the significance of threats to compliance with the fundamental principles of ethics and respond appropriately
5	Analyze the consequences of unethical behavior to the individual, the profession, and the public.

### Specific Examinable Knowledge Reference

1	IFRS S1: General requirements for disclosure of sustainability related financial information
2	IFRS S2: Climate-related Disclosures
3	Sustainability Assurance (ISSA) 5000
4	International Ethics Standards for Sustainability Assurance
5	Code of Corporate Governance
6	<p><b>SASB Standards</b> (12 industries as follows:)</p> <p><b><u>Consumer goods</u></b> Apparel, Accessories and Footwear E-Commerce</p> <p><b><u>Extractives and Minerals Processing</u></b> Oil and Gas - Exploration and Production Iron and Steel Producers</p> <p><b><u>Financials</u></b> Commercial Banks</p> <p><b><u>Food and beverages</u></b> Agricultural Products</p> <p><b><u>Health Care</u></b> Biotechnology and Pharmaceuticals</p> <p><b><u>Infrastructure</u></b> Electric utilities and power generators</p> <p><b><u>Resource transformation</u></b> Chemicals</p> <p><b><u>Services</u></b> Professional and commercial services</p> <p><b><u>Technology and Communications</u></b> Telecommunication Services</p> <p><b><u>Transportation</u></b> Automobile</p>

## CFAP-4: STRATEGIC BUSINESS FINANCE

### Competency

Apply technical knowledge and skills in strategic financial decision making and formulating and implementing organizational financial strategies.

Syllabus Ref	Grid	Teaching hours	Weightage
A	Business Appraisals and Securities	50-55	40-60
B	Capital and its Sources	35-40	25-30
C	Financial Risk Management	25-35	20-25
	<b>Total</b>	<b>110-130</b>	<b>100</b>

### Key Examinable Technical Competencies

Syllabus Ref	Learning Outcomes	Proficiency Level	Testing Level
<b>A</b>	<b>Business Appraisals and Securities</b>		
1	Prepare financial appraisals on business valuation.	P3	T3
2	Prepare financial appraisals on acquisitions, mergers, demergers, spin off and spin out.	P3	T3
3	Prepare financial appraisals on new projects and strategies.	P3	T3
4	Analyze shareholder value considering dividend and investment decisions.	P2	T2
5	Determine debt value using different techniques.	P3	T2
<b>B</b>	<b>Capital and its Sources</b>		
1	Advise on raising capital from various sources of financing available to an organization based on the qualitative and quantitative evaluation.	P3	T3
2	Apply capital budgeting and rationing techniques in the evaluation of capital investment decisions.	P2	T2
3	Prepare appraisals for optimal portfolio selection.	P3	T2

<b>C Financial Risk Management</b>				
	1	Assess and manage price, currency, interest, liquidity and credit risks	P3	T3
	2	Evaluate the implications of price, currency, interest, liquidity and credit risks on business	P3	T3

### Key Examinable Professional Skills

1	Evaluate data and information from a variety of sources and perspectives through research, collaboration, integration, and analysis.
2	Communicate clearly and concisely, with a range of stakeholders.
3	Evaluate changing facts and circumstances to solve problems, form judgments, make informed decisions, and reach well-reasoned conclusions.

### Key Examinable Professional Values, Ethics and Attitude

1	Apply an inquiring mind when collecting and assessing data and information.
2	Apply techniques to reduce bias, when solving problems, informing judgements, making informed decisions, reaching well-reasoned conclusions and communicating with a range of stakeholders.
3	Apply critical thinking when identifying and evaluating alternatives to determine an appropriate course of action.

### Specific Examinable Knowledge Reference

1	Capital Investment Appraisal Techniques - NPV, APV, IRR, MIRR, EIRR, payback, capital rationing, profitability index, scenario planning and replacement and sensitivity analysis
2	Valuation techniques - Dividend yield, Price earning, discounted cash flows, asset-based valuation techniques
3	Arbitrage Pricing Theory (APT)
4	Weighted average cost of capital (WACC)
4.1	Cost and market value of the equity-dividend discount model, CAPM model, Free cashflows model
4.2	Cost and market value of debt - Effective interest cost discounting model, spot and yield to maturity or yield to call.
4.3	Shareholder value - Dividend payout, dividend irrelevant theory, the impact of right issue including yield adjusted theoretical ex-right price, effect on effective holding and maintenance of wealth

4.4	Capital Structure theory
4.4 (a)	Tradition theory of capital structure
4.4 (b)	Modigliani and Miller theory - valuation, capital structure, profit distribution, cost of capital and arbitrage gains in case of mispriced securities, optimal capital structure
5	Portfolio selection – Diversifiable and non-diversifiable risks, the concept of correlation and covariance and two, three and multiple asset portfolio
6	Capital Asset Pricing Model – Cost of equity, ungearing and re-gearing beta, under and overvalued securities based on security market line (SML)
7	Hedging interest rate: Futures, Options, Swaps, Swaptions and Forward agreement
8	Hedging Foreign Exchange: Currency futures, Swaps, Options, Forward, Swaptions and Money Market hedge
9	Commodity and security: Forward and future contracts

## CFAP-5: TAX PRACTICES AND PLANNING

Syllabus Ref	Grid	Teaching hours	Weightage
A	Income Tax	85-90	55-70
B	Sales Tax and Federal Excise Duty	45-50	25-35
C	Ethics	10-15	5-10
	<b>Total</b>	<b>140-155</b>	<b>100</b>

### Key Examinable Technical Competencies

Syllabus Ref	Learning Outcomes	Proficiency Level	Testing Level
<b>A</b>	<b>Income Tax</b>		
1	Compute income under various heads of income and tax thereon and apply provisions of law relating to losses, deductible allowances, tax credits and other tax concessions.	P2	T3
2	Advise on returns, assessments, appeals, records, audit, collection / recovery/ refund of tax, advance tax, withholding tax, minimum tax and final tax.	P3	T2
3	Advise on international taxation aspects.	P3	T2
4	Advise on organizational strategies with respect to direct taxation.	P3	T2
<b>B</b>	<b>Sales Tax and Federal Excise Duty</b>		
<b>a</b>	<b>Sales Tax</b>		
1	Calculate sales tax (output and input) on taxable supplies including zero rated and exempt supplies.	P3	T3
2	Calculate apportionment of input tax and carry forward /refund thereof.	P3	T2
3	Advise on registration, de-registration, returns, records, audit and appeals.	P3	T2
4	Apply provisions of provincial / capital territory sales tax laws applicable on services.	P3	T2

	5	Advise on organizational strategies with respect to indirect taxation.	P3	T2
	<b>b</b>	<b>Federal Excise Duty</b>		
	1	Apply provisions of laws on Federal Excise Duty.	P2	T1
<b>C</b>	<b>Ethics</b>			
	1	Describe principles of fair tax legislation and equitable tax administration.	P2	T1
	2	Explain ethics for tax legislators, tax administrators, taxpayers and tax practitioners.	P3	T1

### Key Examinable Professional Skills

1	Apply critical thinking skills to solve problems, form judgements, make informed decisions and reach well-reasoned conclusions.
2	Recommend solutions to unstructured, multi-faceted problems.
3	Evaluate changing facts and circumstances to solve problems, form judgments, make informed decisions, and reach well-reasoned conclusions.
4	Communicate clearly and concisely, with a range of stakeholders.

### Key Examinable Professional Values, Ethics and Attitudes

1	Apply an inquiring mind when collecting and assessing data and information.
2	Apply techniques to reduce bias, when solving problems, informing judgements, making informed decisions, reaching well-reasoned conclusions and communicating with a range of stakeholders.
3	Apply critical thinking when identifying and evaluating alternatives to determine an appropriate course of action.
4	Evaluate the significance of threats to compliance with the fundamental principles of ethics and respond appropriately.
5	Analyze the consequences of unethical behavior to the individual, the profession, and the public.
6	Apply ethical principles of ethics when collecting, generating, storing, accessing, using and sharing data and information.

## Specific Examinable Knowledge Reference

<b>A</b>	<b>Income Tax</b>
1	<p><b>Income Tax Ordinance, 2001</b></p> <p><b>Introduction and central concepts</b> Sections 1 to 4AB, 4, 5, 5AA, 6 to 7B, 7E, 7F, 8, 9 to 11, 74, 80 to 84</p> <p><b>Computation of income of under normal tax regime, separate tax regime, final tax regime, minimum tax regime and related tax liability</b> Sections 12 to 40 [excluding section 15(5)], 113, 113C, 168 to 169</p> <p><b>Exemptions, tax concessions, losses, deductible allowances and tax credits</b> Section 41 to 55, 56 to 59B, 60 to 60D, 61 to 63, 64D, 65, 65F</p> <p><b>Common rules, assets, principles of taxation and geographical source of income</b> Section 66 to 73, 75 to 79, 86 to 99, 99B to 99D, 100 to 100C, 100E, 101 to 101A</p> <p><b>Foreign source income of residents, taxation of permanent establishment, thin capitalization, avoidance of double taxation and anti-avoidance</b> Sections 102 to 104, 105 to 106A, 107, 108 to 112</p> <p><b>Returns, assessment, appeals, audit, penalties and offences</b> Sections 114 to 119, 120 to 126, 127 to 136, 174 to 180, 182 to 204</p> <p><b>Collection &amp; recovery of tax, advance tax and final tax, refund of tax and withholding tax</b> 137 to 146D, 147, 148 to 169, 170 to 171A, 231AB to 236Z</p> <p><b>Others</b> Sections 85, 172 to 173, 181 to 181E, 205 to 206A, 207 to 230E, 230G TO 230K, 237 to 242, Schedules (excluding 9<sup>th</sup> Schedule) to the Income Tax Ordinance 2001</p>
2	<p><b>Income Tax Rules, 2002</b></p> <p>Income tax rules relating to sections specified in Income Tax Ordinance</p>
3	<p>Relevant notifications, circulars issued under the Income Tax Ordinance, 2001 and rules made under therein and model double tax treaty (country specific treaty not examinable).</p>
<b>B</b>	<b>Sales Tax and Federal Excise Duty</b>
1	<p><b>Sales Tax Act, 1990</b></p> <p><b>Introduction, scope and payment of tax</b> Sections 1 to 13, 73</p>
	<p><b>Registration &amp; de-registration, bookkeeping, Invoicing, records, returns and audit</b> Sections 14 to 21A, 22 to 25AA, 26 to 29, 32A, 72B</p>

	<p><b>Administration, penalties, offences, appeals and recovery of arrears</b></p> <p>Sections 30 to 32, 33 to 40E, 43A to 47AB, 48</p> <p><b>Miscellaneous</b></p> <p>Sections 49 to 76, Schedules to the Sales Tax Act, 1990</p>
2	<p><b>Sales Tax Rules, 2006</b></p> <p>Sales tax rules relating to sections specified in Sales Tax Act</p>
3	Common provisions of provincial / capital territory sales tax laws on services
4	Relevant notifications, circulars and general orders issued under the Sales Tax Act, 1990 and rules made under therein
	<b>Federal Excise Act, 2005 and Federal Excise Rules 2005</b>
5	<p><b>Introduction and definitions</b></p> <p>Section 1 to 2</p> <p><b>Levy, Collection and Payment of FED</b></p> <p>Section 3 to 18</p>
6	Notifications, circulars and general orders under the Federal Excise Act, 2005 relevant to chapters I and II
<b>C</b>	<b>Ethics</b>
1	Code of Ethics for Chartered Accountants (Revised 2024): Section 600.1 to 600.27, Section 600 (Sub-section 604)

## CFAP-6: AUDIT, ASSURANCE AND DATA

### Competency

Perform audit of financial and non-financial information and provide other assurance and related services.

S. No.	Grid	Teaching hours	Weightage
A	Accounting and Audit of Historical Financial Information - Planning, Risks and Performance	45-55	40-50
B	Audit of Historical Financial Information - Audit Conclusions and Reporting	25-30	15-25
C	Specialized Areas, Other Assurance Engagement and Related Services	20-25	15-20
D	Ethical, Quality Control and Professional Requirements	15-20	15-20
	<b>Total</b>	<b>105-130</b>	<b>100</b>

### Key Examinable Technical Competencies

Syllabus Ref	Learning Outcomes	Proficiency Level	Testing Level
<b>A</b>	<b>Accounting and Audit of Historical Financial Information-Planning and Others</b>		
1	Describe the general principles and responsibilities involved in performing an audit of historical financial information including group financial statements.	P2	T3
2	Assess the risks of material misstatement in the financial statements and consider the effect on the audit strategy.	P3	T3
3	Identify significant audit risks including different types of cyber risks.	P3	T3
4	Demonstrate how an auditor can use Information and Communication Technology (ICT), including data analytics tools to identify audit risk and its mitigating controls in an organization.	P3	T3
5	Conclude how specified internal controls mitigate risks including cyber risks and improve cyber security.	P3	T3

	6	Identify relevant and reliable audit evidence, to form judgments, make informed decisions, and reach well-reasoned conclusions. Explain how contradictory audit evidence may affect judgments, decisions, and conclusions.	P3	T3
	7	Analyze the adequacy of ICT processes and controls and identify improvements including using data analytics.	P3	T3
	8	Conclude whether sufficient and appropriate audit evidence has been obtained and documented.	P3	T3
	9	Apply requirement of International Standards of Auditing to group audit, using work of internal audit and work of auditor's expert.	P3	T3
	10	Apply requirement of International Standards of Auditing relating to consideration of laws and regulations in an audit of financial statements	P3	T3
	11	Apply the requirements of International Standards of Auditing relating to going concern.	P3	T3
	12	Apply the requirements of International Standards of Auditing relating to related parties.	P3	T3
	13	Apply the requirements of International Standards of Auditing relating to written representation.	P3	T3
	14	Apply the requirements of International Standards of Auditing relating to subsequent events.	P3	T3
	15	Apply audit considerations relating to an entity using a service organization.	P3	T2
	16	Apply the requirements of IFRS relating to various accounting and reporting matters in integrated environment.	P3	T2
<b>B</b>	<b>Audit of Historical Financial Information -Audit Conclusions and Reporting</b>			
	1	Conclude and report audit opinion on financial statements.	P3	T2
	2	Communicate key audit matters, modifications to the opinion, material uncertainty related to going concern, the emphasis of matter paragraphs and other matter paragraphs in independent auditor's report.	P3	T2

	3	Apply requirement of International Standards of Auditing relevant to comparative information and the auditor's responsibilities relating to other information.	P2	T2
<b>C</b>	<b>Specialized Areas, Other Assurance Engagement and Related Services</b>			
	1	Explain special consideration regarding audit of financial statements prepared in accordance with special purpose frameworks.	P2	T2
	2	Explain special consideration regarding audit of single financial statements and specific elements, accounts or items of financial statements.	P2	T2
	3	Apply requirement of International Standards of Auditing to engagement to report on summary financial statements.	P3	T2
	4	Plan, perform, conclude on and report on review engagements of historical financial statements.	P3	T2
	5	Plan, perform, conclude on and report on assurance engagements other than audits or review of historical financial information.	P3	T2
	6	Plan, perform, conclude on and report on prospective financial information.	P3	T2
	7	Plan, perform, conclude on and report on controls at a service organization used by a client including assessing the design and implementation of IT general controls and application controls at service organizations.	P3	T2
	8	Plan, perform, conclude on and report on greenhouse gas statement.	P3	T2
	9	Perform assurance engagements to report on the compilation of Pro Forma Financial Information included in Prospectus.	P3	T2
	10	Plan, perform, conclude on and report on engagement to perform agreed-upon procedures.	P3	T2
	11	Plan, perform, conclude on and report on compilation engagements.	P3	T2
<b>D</b>	<b>Ethical, Quality Control and Professional Requirements</b>			
	1	Apply the requirements of the Code of Ethics on complex scenarios to advise on appropriate ways of addressing an ethical threat.	P3	T2

2	Apply the requirements of quality control for audits of financial statements and for firms that performs audits and reviews of financial statements and other assurance and related services engagements.	P3	T2
3	Apply the requirements of applicable laws for professional misconduct on given scenarios.	P3	T2

### Key Examinable Professional Skills

1	Evaluate data and information from a variety of sources and perspectives through research, collaboration, integration, and analysis.
2	Apply critical thinking skills and evaluate changing facts and circumstances to solve problems, form judgements, make informed decisions and reach well-reasoned conclusions.
3	Identify when it is appropriate to consult with experts.
4	Recommend solutions to unstructured, multi-faceted problems.
5	Evaluate changing facts and circumstances to solve problems, form judgments, make informed decisions, and reach well-reasoned conclusions.
6	Demonstrate intellectual curiosity to emerging ideas and practices.

### Key Examinable Professional Values, Ethics and Attitude

1	Apply an inquiring mind when collecting and assessing data and information.
2	Apply critical thinking when identifying and evaluating alternatives to determine an appropriate course of action.
3	Identify threats to compliance with the fundamental principles of ethics.
4	Evaluate the significance of threats to compliance with the fundamental principles of ethics and respond appropriately.
5	Apply ethical principles when collecting, generating, storing, accessing, using and sharing data and information.
6	Apply relevant ethical requirements to all professional activities.
7	Analyze the consequences of unethical behavior to the individual, the profession, and the public
8	Analyze the interrelationship of ethics and law, including the relationship between laws, regulations, and the public interest.

### Specific Examinable Knowledge Reference

<b>A</b>	<b>Audit of Historical Financial Information-Planning, Risks and Performance</b>
1	ISA 210: Agreeing the terms of audit engagement
2	ISA 230: audit documentation
3	ISA 240: The auditor's responsibilities relating to fraud in an audit of financial statements
4	ISA 250(revised): Consideration of Laws and regulations in an audit of financial statements
5	ISA 260(revised): Communication with those charged with governance
6	ISA 265: Communicating deficiencies in internal control to those charged with governance and management
7	ISA 300: Planning an audit of financial statements
8	ISA 315(revised 2019): identifying and assessing the risk of material misstatement through understanding the entity and its environment
9	ISA 320: Materiality in planning and performing an audit
10	ISA 330: The auditor's response to assessed risk
11	ISA 402: Audit considerations relating to an entity using a service organization
12	ISA 450: Evaluation of misstatements identified during the audit
13	ISA 500: Audit evidence
14	ISA 501: Audit evidence – specific considerations for selected items
15	ISA 505: External confirmations
16	ISA 510: Initial audit engagements – opening balances
17	ISA 520: Analytical procedures
18	ISA 530: Audit Sampling
19	ISA 540(revised): Auditing accounting estimates and related disclosures
20	ISA 550: related parties
21	ISA 560: subsequent events
22	ISA 570(revised): Going concern

23	ISA 580: Written representations
24	ISA 600 (Revised): Special considerations –Audit of Group Financial Statements (including the work of component auditors)
25	ISA 610(revised 2013): Using the work of internal auditors
26	ISA 620: Using the work of an expert
27	Knowledge and application of data analytics tools
28	IFRS included in the syllabi of CFAP 1: Advanced Accounting and Financial Reporting
<b>B</b>	<b>Audit of Historical Financial Information -Audit Conclusions and Reporting</b>
1	ISA 700(revised): Forming an opinion and reporting on Financial statements
2	ISA 701: Communicating Key audit matters in the Independent auditor’s report
3	ISA 705 (revised): modifications to the opinion in the independent auditor’s report
4	ISA 706 (revised): emphasis of matter paragraphs and other matter paragraphs in the independent auditor’s report
5	ISA 710: Comparative information – Corresponding figures and comparative financial statements
6	ISA 720(Revised): The auditor’s responsibilities relating to other information
<b>C</b>	<b>Specialized Areas, Other Assurance Engagement and Related Services</b>
1	ISA 800 (revised): Special Considerations-Audits of Financial Statements prepared in accordance with special purpose frameworks
2	ISA 805 (revised): Special Considerations-Audit of Single statements and specific elements, accounts or items of a financial statements
3	ISA 810 (revised): Engagement to report on summary financial statements
4	ISRE 2400: Engagements to review historical financial statements
5	ISRE 2410: Review of interim financial information performed by the independent auditor of the entity
6	ISAE 3000: Assurance engagements other than audits or reviews of historical financial information
7	ISAE 3400: The examination of prospective financial information
8	ISAE 3402: Assurance reports on controls at a service organization
9	ISAE 3410: Assurance engagements on Greenhouse Gas Statements

10	ISAE 3420: Assurance engagements on Report on the Compilation of Pro-forma Financial Information included in a prospectus
11	ISRS 4400 (Revised): Agreed-Upon Procedures Engagements
12	ISRS 4410: Compilation engagement
13	Amended international framework for assurance engagement
<b>D</b>	<b>Ethical, Quality Control and Professional Requirements</b>
1	Code of Ethics for Chartered Accountants (Revised 2024)
2	Quality control ISQM 1, ISQM 2, ISA 220 (revised), quality control framework of ICAP, Quality Assurance Board of ICAP, Audit Oversight Board
3	Chartered Accountant Ordinance, 1961 Chapter V A Schedules I, II and III