

PAPER IIA (Code No. 3304)

AUDITING

Objective

This course aims at imparting knowledge about the principles and methods of auditing and their applications.

COURSE CONTENTS

Unit – I

Introduction : Meaning and objectives of Auditing, Types of Audit, Internal Audit.

Audit Process : Audit Programme, Audit and Books, Working Papers and Evidences, Consideration for commencing an audit; Routine checking and test checking.

Unit – II

Internal Check System : Internal Control.

Audit Procedure : Vouching, Verification of Assets & Liabilities.

Unit – III

Audit of Limited Companies :

- (a) Company Auditor – Appointment, Powers, Duties & Liabilities.
- (b) Divisible Profits and Dividend.
- (c) Auditor's Report – Standard Report and Qualified Report.
- (d) Special Audit of Banking Companies.
- (e) Audit of Educational Institutions.
- (f) Audit of Insurance Companies.

Unit – IV

Investigation : Audit of Non-profit Companies :

- (a) Where fraud is suspected, and
- (b) When a running a business is proposed.

Unit – V

Recent Trends in Auditing : Nature and Significance of Cost Audit, Tax Audit, Management Audit. Audit Standards (Elementary Knowledge)

Suggestion Readings :

1. Gupta, Kamal : Contemporary Auditing, Tata McGraw Hill, New Delhi.
2. Jain, Khandelwal : Auditing (Hindi), Remesh Book Depot, Jaipur.
3. Jagdish Prasad : Auditing (Hindi)
4. Pagare, Dinkar : Principles and Practice of Auditing, Sultan Chand, New Delhi.
5. Sharma, T.R. : Auditing Principles and Problems, Sahitya Bhawan, Agra.
6. Shukla, S.M.: Auditing (Hindi)
7. Tandon, B.N. : Principles of Auditing, S.Chand & Co., New Delhi.