

VEER NARMAD SOUTH GUJARAT UNIVERSITY
Third Year B.Com.
External Programme
Advanced Accounting & Auditing - Paper-III
(Principles of Auditing)
(Syllabus effective from Academic Year 2018-19)

Objective:

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

Unit	Course Contents	Weightage
1	<u>Introduction:</u> 1.1 Meaning and Objectives of Auditing 1.2 Types of Audit 1.3 Internal Audit	12.5%
3	<u>Audit Process:</u> 2.1 Audit Program 2.2 Audit and Books 2.3 Working Papers and Evidences 2.4 Consideration for commencing an audit 2.5 Routine checking and test checking.	12.5%
3	<u>Internal Check System:</u> 3.1 Internal Control	10%
4	<u>Audit Procedure</u> 4.1 Vouching 4.2 Verification and Valuation of assets and liabilities	15%

Unit	Course Contents	Weightage
5	<u>Audit of Limited Companies</u> (with Provisions of Companies Act, 2013 and companies rules 2014 and 2015): (a) <u>Company Auditor:</u> Appointment (Sec.139); Removal and resignation of auditor (Sec. 140); Eligibility, qualifications and disqualifications of auditor (Sec.141); Remuneration of auditors (Sec.I42); Powers & Duties of auditors and Auditing Standards (Sec.143, 145, 146, 147); Auditor not to render certain services (Sec.144);	25%

	Liabilities of an Auditor; Internal Audit (Sec.138) (b) Divisible profits and Dividend: Declaration and payment of dividend (Sec.123, 124, 125, 126, 127) (c) Auditor's Report: Standard Report and Qualified Report (d) Bank Concurrent Audit (e) Audit of Insurance Companies	
6	<u>Investigation; Audit of Non-profit Companies:</u> (a) Where fraud is suspected (b) When a running business is proposed	7.5%
7	<u>Preparation or Audit Programs:</u> Preparation of Audit Programs for educational institutions, Trust, Co-op. Societies.	7.5%
8	<u>Recent Trends in Auditing:</u> Nature and Significance of Cost Audit, Tax Audit, Management Audit, EDP Audit.	10%

Note:

- Case law in Auditing is not expected. However Principles enunciated in such case law is expected to be covered without specific reference to individual case.
- Marks for Advanced Accounting & Auditing Paper V & VI to be considered in a group.

Suggested Reading

1. Gupta Kamal: Contemporary Auditing; Tata McGraw-Hill, New Delhi
2. Tandon B.N.: Principles and Practice of Auditing;-S. Chand&Co,New Delhi.
3. PagareDinkar: Principles and Practice of Auditing;-Sultan-Chand&Co,New Delhi
4. Sharma T.R.: Auditing Principles and Problems; SahityaBhawan, Agra.
5. R.G. Saxena: Principle & Practicing of Auditing; Himalaya Publications.
6. Kamal Gupta: Fundamental of Auditing; Tata McGrew Hill, New Delhi.
7. S.V. Ghatalia: Practical Auditing; Allied Publisher.
8. Batra&Bagadia: Text Book of Auditing; Taxman Publication.