

BACHELORS WITH ACCOUNTING & TAXATION (COMMERCE) AS MAJOR (CT-III)

6th SEMESTER

AAT622J3 ACCOUNTING & TAXATION (COMMERCE) _ ADVANCED AUDITING

CREDITS: THEORY - 4; TUTORIAL - 2

COURSE DESCRIPTION:

This course is designed to provide the understanding, knowledge and perspective of Auditing practices to students. The course covers Audit Report and Audit Certificate, Audit of Banks and Insurance Companies, Audit of Government and Public Sector Undertakings and Cost Audit, Management Audit and Tax Audit.

COURSE OBJECTIVES

1. *To understand the Audit Report and Audit Certificate.*
2. *To acquire the ability of analyzing Audit of Banks and Insurance Companies, Audit of Government and Public Sector Undertakings and Cost Audit, Management Audit and Tax Audit.*

COURSE OUTCOME:

After going through this course, the students are expected to have a clear understanding, knowledge of the Auditing Practices in the Organization.

UNIT – I: AUDIT REPORT AND AUDIT CERTIFICATE

Audit Report: Meaning and Value of Audit Report. Essentials of Good Audit Report, Signing of the Audit Report, Forms of Audit Report. Audit Certificate: Meaning and its types. Difference between Audit Report and Audit Certificate. Concept of Qualified Audit Report. Investigation: Meaning, objectives and Features, Terms of reference, Working Method. Investigation Vs Audit.

UNIT – II: AUDIT OF BANKS AND INSURANCE COMPANIES

Audit of Banks: Legislation relevant to audit of Banks, Approach to bank audit, Statutory Audit and Concurrent Audit. Audit of Insurance Companies: Audit of companies carrying on Life Insurance Business, Audit of companies carrying on General Insurance Business. Submission of Reports and Returns.

UNIT III: AUDIT OF GOVERNMENT AND PUBLIC SECTOR UNDERTAKINGS

Audit of Government and Public Sector Undertakings: Institutional framework of government audit, Nature and objectives of government audit. Audit of Public Sector Undertakings, Distinction between Audit of Public Sector undertakings and Audit of Private sector Undertakings, Distinction between Government Audit and Commercial Audit, Audit by Comptroller and Auditor General of India: Main Features.

UNIT – IV: COST AUDIT, MANAGEMENT AUDIT AND TAX AUDIT

Cost Audit: Concept and importance of Cost Audit, Cost accounting records, provisions regarding cost audit under Indian Companies Act, 2013. Special features of cost audit and cost audit programme. Management Audit: Meaning and Need, conducting management audit, questionnaire on review of process of management, review of functional areas. Tax Audit: Concept, Nature, Purpose and Scope. Types of Tax Audit

TUTORIALS

Apart from the individual attention being given to the students, Tutorials shall include the following:

- A. Case Studies individually or in groups*
- B. Group Discussions on subject specific current issues/developments*
- C. Assignments*
- D. Project Work & Viva-Voice*
- E. Field Visits & Reports*
- F. Practicals, wherever applicable*

SUGGESTED READINGS

1. Kamal Gupta: Auditing, Tata McGraw Hill.
2. Rao G.C. Cost and Management Audit, Commercial Law Publishers.
3. Sharma, T.R. --- Auditing, Sahitya Bhavan Publications.
4. Basu, S.K. --- Auditing: Principles & Techniques, Pearson Education.
5. B.N. Tandon, et al---- Handbook of practical Auditing, S. Chand, New Delhi.
6. Renuka Bakshi, et al --- Auditing: Concepts and Applications, Bhat Publications.

Note: Latest Edition of the Readings may be used.