

Uka Tarsadia University



B.Com (Computer Application)

Auditing and Assurance (030100506)

5th Semester

Effective from July-2013

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Auditing and Assurance (030100506)

B.Com (Computer Application) (Sem.-5) Syllabus, effective from July-2013

Course Objective and Outcomes: To acquaint students with the principles and techniques of auditing and assurance with legal aspects.

Total Hours: 52

[4 hrs. per week]

Unit-1 Audit of Limited Companies

[Weightage 25%]

- 1.1. Introduction; Qualification and Disqualification of a Company Auditor
- 1.2. Appointment of a Company Auditors
- 1.3. Remuneration of Auditors; Removal of Auditors
- 1.4. Rights of a Company Auditor; Duties of Company Auditor;
- 1.5. Status of Company Auditor; Preliminaries before beginning Audit of a Company
- 1.6. Audit of Share Capital; Shares Issued for Consideration other than Cash; Issue of Bonus Shares
- 1.7. Forfeiture of Shares; Reissue of Forfeited Shares;
- 1.8. Share Transfer Audit; Profit Prior to Incorporation;
- 1.9. Audit of Statutory Report; Managerial Personnel
- 1.10. Managing Directors; Managers.

Unit-2 Audit of Banking Companies and Insurance Companies

[Weightage 25%]

2.1. Audit of Banking Companies

- 2.1.1. Introduction; Definition of Banking Business; Requirement as to minimum paid up capital and reserves
- 2.1.2. Licensing of Banking Companies; Opening of new Branches; Restriction on Payment of Dividend
- 2.1.3. Reserve funds; cash reserves; maintenance of liquid assets
- 2.1.4. Reserve Bank's Powers of Inspection and Issue Directions; Restrictions on Loans and Advances.
- 2.1.5. Reserve Bank's Powers to control Advances and Prohibition of certain activities; Non-Performing Assets; Bank Accounts and Audit.

2.2. Audit of Insurance Companies

- 2.2.1. Introduction; Fundamental Principles of Insurance

2.2.2. Types of Insurance; Insurance in India

2.2.3. Duties of an Auditor of Insurance Company

Unit-3 Auditors Report, Investigation and Auditing Standards

[Weightage 25%]

3.1. Audit Report

3.1.1. Importance and Definition; Form and Contents of Audit Report; Distinction between Report and Certificate; Qualification of a Good Report

3.1.2. Types of Audit Reports; Signing of Audit Report; Format of Audit Report

3.1.3. Audit Reports of Companies; Companies (Auditor's Report) order, 2003 (CARO)

3.2. Investigation

3.2.1. Definition; Objectives; Procedure

3.2.2. Classes of Investigation

3.2.3. Powers of Investigation; Powers of Investigator; Investigation to ascertain the amount of compensation payable on the compulsory removal of business.

3.3. Auditing Standards

3.3.1. Indian Accounting Standards

3.3.2. International Financial Reporting Standards (IFRS)

3.3.3. Auditing Standards

Unit-4 Management, Cost, Tax and Social Audit

[Weightage 25%]

4.1. Management Audit

4.1.1. Introduction; Meaning and Definition

4.1.2. Distinction between Statutory Auditor and Management Auditor

4.1.3. Management Auditor; Conducting Management Audit

4.1.4. Efficiency Audit

4.2. Cost Audit

4.1.5. Definition; Distinction between Financial Audit and Cost Audit

4.1.6. Cost Accounting Records; Statutory Provisions Regarding Cost Audit

4.1.7. Cost Audit Programme; Advantages of Cost Audit; Cost Audit Report Rules

4.3. Tax Audit

4.1.8. Introduction; Compulsory Tax Audit (Section 44AB); Audit of Public Trust

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4.1.9. Audit for claiming Deduction under Section 35D and 35E

4.1.10. Audit of Industries in Backward Areas; Audit of Small Scale undertakings in Rural Areas.

Text Book:

1. Clifford Gomez, Auditing and Assurance- Theory and Practice. PHI Learning Pvt. Ltd., New Delhi

