

**Faculty of Commerce & Management**  
T Y B Com (Semester V)  
(Choice Based Credit System)  
**Revised Syllabus (2021-22)**

**CORE COURSE - I**

**Subject: Auditing**

**Course Code: 354**

Total Credits: 04 (Theory 03 + Practical 01=04)

**Objectives of the Course:**

1. To acquaint themselves about the Definition, Nature, Objectives and Advantages of Auditing, Types of Audit, Errors and Fraud, Audit Program, Notebook, Working Paper, Internal Control, Check.
2. To get knowledge about concept of Checking, Vouching, Verification and Valuation, Types of Audit Report and Auditing Assurance Standard.
3. To understand the provision related Qualification, Disqualification, Appointment, Removal, Rights, Duties and Liability of Company Auditor and Provisions regarding Tax Audit as per Income Tax Act 1961 (Section 44 AA to 44AE).
4. To know the various new concepts in computerized system and Forensic Audit.

Unit No	Unit Title	Contents	Skills to be developed
1.	<b>Introduction to Principles of Auditing and Audit Process</b>	Definition, Nature-objects-Advantages of Auditing-Types of errors and frauds Various Classes of Audit. Audit programme, Audit Note Book, Working Papers, Internal Control-Internal Check-Internal Audit.	<ul style="list-style-type: none"> <li>i) Understanding the concept of Auditing, Various type of Audit</li> <li>ii) Help to Find out Errors frauds and help to improve internal control system in business organization.</li> </ul>
2.	<b>Checking, Vouching and Audit Report</b>	Test checking-Vouching of Cash Book-Verification and Valuation of Assets and Liabilities. Types of Audit Report-Audit Certificate-Difference between Audit Report and Audit Certificate. Auditing and Assurance Standards. (AAS- 1,2,3,4,5)	<ul style="list-style-type: none"> <li>i) Know the procedure of vouching, Verification, and Valuation use for audit.</li> <li>ii) To know the terms used in Audit Report, Certificate and Auditing Assurance Standard.</li> </ul>
3.	<b>Company Audit and Tax Audit</b>	<p><b><u>Company Audit</u></b> Qualification, Disqualifications, Appointment, Removal, Rights, Duties and liabilities of Company Auditor</p> <p><b><u>Tax Audit</u></b> Provisions under Income Tax Act 1961 (Sec 44AA, 44AB, 44AD, 44ADA,44AE) Recent Amendment made as applicable as per Income Tax Act 1961</p>	<ul style="list-style-type: none"> <li>i) Understanding provisions for Work as Company Auditor as per Companies Act 2013.</li> <li>ii) Enhance Provisions under Income Tax Act 1961 used for Conduct Tax Audit.</li> </ul>
4.	<b>Audit of Computerized</b>	<b><u>Auditing in an EDP Environment</u></b> General EDP Control –	<ul style="list-style-type: none"> <li>i) Enhance the knowledge of Computerized Systems</li> <li>ii) Forensic Audit used for new techniques applicable for</li> </ul>

	<b>Systems &amp; Forensic Audit</b>	EDP Application Control- Computer Assisted Audit Techniques (Factors and Preparation of CAAT)  <u><b>Forensic Audit</b></u> Definition, Importance of Forensic Auditor, Services Render by Forensic Auditor, Process of Forensic Auditing and Forensic Audit Techniques and Forensic Audit Report	new business trends.
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**Teaching Methodology:**

Unit No	Total lectures	Innovative Methods to be used	Film Shows and A.V. Applications	Projects / Practical's	Expected Outcome
1	16	<b>Introduction to Principles of Auditing and Audit Process</b>	Lectures of experts available on You Tube About Errors, Frauds, Types of Audit.	Individual assignment of solving practical problems, report review	Acquaint with knowledge and maturity to understand concept of Auditing, types of Audit and Audit Process.
2	12	<b>Checking, Vouching and Audit Report</b>	Lectures of experts available on YouTube and other digital platforms.	Individual assignment of solving practical problems, report review	Conceptual Clarity and Practical understanding of Vouching Verification and valuation and Types of Audit Report.
3	10	<b>Company Audit and Tax Audit</b>	Lectures of experts available on YouTube and other digital platforms. Website Review	Individual assignment of solving practical problems, report review	Practical knowledge about appointment, reappointment and other related provision. Practical knowledge about Tax Audit as per I.T. Act 1961 (Form 3CA, 3CB & 3CD)

4	10	<b>Audit of Computerized Systems &amp; Forensic Audit</b>	Lectures of experts available on YouTube and other digital platforms.	Individual assignment of solving practical problems, report review	Understanding new concepts under Audit of Computerized Systems & Forensic Audit
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**Method of Evaluation:**

Subject	Internal Evaluation	External Evaluation	Suggested Add on Course
Unit-I	MCQ/ Assignment/ Written test/PPT	As per University norms	--
Unit-II	MCQ/ Quiz/ Written test	As per University norms	--
Unit-III	Practical Problems/ written Test/MCQ/PPT	As per University norms	--
Unit-IV	MCQ/ Assignment/ Written test/PPT	As per University norms	--

**Reference books:**

Sr. No	Title of Book	Author/s	Publication
1	Practical Auditing	Spicer and Peglar	Allied, 1975, H.F.L., 1978
2	A Handbook of Practical Auditing	B.N. Tondon	S Chand & Co Ltd
3	Auditing assurance standards	The Institute of Chartered Accountants of India	ICAI
4	Company Accounts & Audit	The Institute of Cost Accountants of India	ICMAI

5	Fundamentals of Accounting and Auditing	The Institute of Company Secretaries of India	ICSI
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**Guidelines for completion of Practical's:**

<b>Sr. No</b>	<b>Title of Practical</b>	<b>Objective of the Practical</b>	<b>Outcomes</b>	<b>Methodology</b>
1	A study of Audit Procedure of organisation	i) To study the meaning & Definition of Audit ii) To study the nature, scope & objective of Audit iii) To study the Audit Procedure of Organisation.	Acquaint with knowledge and maturity to Understand concept of Auditing, Know the concept of Audit Process.	Report based on visit to Individual assessee and collection of documents know the audit process
2	A study of Procedure of Vouching in Auditing	i) To study the concept of voucher and its contain ii) To study the concept of vouching and precautions to be taken by Auditor while vouching iii) To conduct vouching of representative vouchers	Conceptual Clarity and Practical understanding of Vouching	Report based on visit to a Businessman or professionals and documents collected
3	A study of Audit Report	i) To study the concept of Audit report ii) To study the types and features of Audit Report iii) To study forms of Audit Report	Understand concept of Audit Report and its types Know the various forms of Audit Report	Report based on visit to a Businessman or professionals and documents collected
4	A Study of Tax Audit	i) To study the meaning of Tax Audit ii) To Study scope of Auditor's Role under Income Tax Act iii) To Study criteria for Compulsory Tax Audit	Acquaint Practical knowledge about Tax Audit as per I.T. Act 1961 (Form 3CA, 3CB & 3CD)	Practical example in Guest Lecture /seminar / workshop and Report

		iv) To study Formats for Tax Audit (Form 3CA, Form 3CB, Form 3CE & Form 3CD)		based on visit to a Businessman or professionals and documents collected
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1. For each semester minimum three practicals should be completed.
2. Two practicals are compulsory from the above table.
3. Teachers are allowed to choose one practical according to the situation in their local area.
4. If a student fails to complete minimum number of practical's, then the student shall not be eligible for appearing at the practical examination.