

**STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI - 600 086**

**B.COM. DEGREE**

**SYLLABUS**

(Effective from the academic year 2019 -2020)

**AUDITING**

**CODE: 19CM/MC/AG64**

**CREDITS : 4**

**L T P : 4 1 0**

**TOTAL TEACHING HOURS : 65**

**OBJECTIVES OF THE COURSE**

- To provide the students' an understanding of the principles and techniques of auditing in accordance with the current legal requirements and professional standards
- To give an overview of the theories of corporate governance
- To acquaint students with audit process and procedures

**COURSE LEARNING OUTCOMES**

On successful completion of the course, students will be able to

- Understand the procedure and techniques of auditing
- Evaluate the audit process and procedures
- Verify the financial position of a company
- Appreciate the E-environment audit initiatives of the companies

**Unit 1**

**(10 Hours)**

**Introduction**

1.1 Auditing

1.1.1 Meaning and Objective

1.1.2 Audit Planning and Internal Control

1.1.3 Internal Check and Internal Audit

1.1.4 Internal Financial Control

1.1.5 Working Papers and Merits of Audit Programmes

1.2 Standards in Auditing issued by ICAI

**Unit 2**

**Audit Evidence**

**(15 Hours)**

2.1 Vouching –Importance and Objectives

2.2 Factors to be considered during Vouching

2.3 Importance of Reconciliation- Bank, Debtors, Creditors, Material and Statutory Dues

2.4 Types of Audit Evidence

- Unit 3**  
**Verification of Assets and Liabilities** (15 Hours)  
3.1 Verification- Objectives and Importance  
3.2 Verification of Different Items
- Unit 4**  
**Audit of Limited Companies** (15 Hours)  
4.1 Appointment and Removal of an Auditor  
4.2 Rights, Duties and Liabilities  
4.3 Reporting of Fraud
- Unit 5**  
**Audit Report** (10 Hours)  
5.1 Audit Report including New Audit Reporting Requirements  
5.2 Auditing in an e-Environment

### **BOOKS FOR STUDY**

- Tandon, B. N. *Handbook of Practical Auditing*. New Delhi: S.Chand, 2018.  
Sharma.J.P. *Corporate Governance, Business Ethics and CSR*, New Delhi:  
Ane Books Pvt Ltd,2016  
Anil Kumar. *Corporate Governance,Theory and Practice*. NewDelhi: Indian Book  
House,2012

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- Anil Kumar. *Corporate Governance, Theory and Practice*. NewDelhi: Indian Book  
House,2012
- De Paula, F.R.M. *Principles of Auditing: A practical manual for student and practitioners*.  
London: E.L.B.S.,  
2015.  
Pagare, Dinakar..*Auditing* New Delhi: Sultan Chand, 2016.  
Saxena, R. G *Principles and Practices of Auditing* Himalaya Publishers, Mumbai: 2010.

### **JOURNALS**

- International Journal of Auditing  
Auditing: A journal of Practice and Theory  
Journal of Accounting, Auditing and Finance  
Accounting, Auditing and Accountability Journal

## **WEB RESOURCES**

[www.neoxen.com/neoxen/methodology/docs/intro\\_auditing\\_online.pdf](http://www.neoxen.com/neoxen/methodology/docs/intro_auditing_online.pdf)

[www.academia.edu/7505528/verification\\_and\\_valuation](http://www.academia.edu/7505528/verification_and_valuation)

[www.e-economic.co.uk/accountingsystem/glossary/auditors-report](http://www.e-economic.co.uk/accountingsystem/glossary/auditors-report)

[accountlearning.blogspot.in/2012/02/advantages-of-audit-program.html](http://accountlearning.blogspot.in/2012/02/advantages-of-audit-program.html)

## **PATTERN OF ASSESSMENT**

**Continuous Assessment Test:            Total Marks: 50            Duration: 90 minutes.**

Section A – 7 x 2 = 14 Marks (no choice)

Section B – 2 x 8 = 16 Marks (from a choice of three)

Section C – 1 x 20 = 20 Marks (from a choice of two )

**Other Components:                            Total Marks: 50**

Seminar/Group Discussion/Assignments/Class Presentations

**End Semester Examination:    Total Marks: 100                            Duration: 3 hours**

Section A – 10 x 2 = 20 Marks (no choice - Max 30 words )

Section B – 5 x 8 = 40 Marks (from a choice of seven - Max 500 words)

Section C – 2 x 20 = 40 Marks (from a choice of four -Max 1200 words )