



**Auditing and Taxation**  
**Practical Auditing**  
**[Core Course]**

<b>Semester: V</b>	<b>*Credits: 4</b>	<b>Subject Code: C52203</b>	<b>Lectures: 48</b>
--------------------	--------------------	-----------------------------	---------------------

**Course Outcomes:**

At the end of this course, the learner will be able to:

- Describe the Internal and External Audit process carried on in an organization
- Analyze the Vouching and Verification Process for Cash Book, Assets and liabilities
- Explain the rights, duties, liabilities of a Company Auditor
- Evaluate the Automated Environment of Auditing, Forensic and Tax Audit

<b>Unit 1: Nature of Auditing and Audit Process</b>	<b>12</b>
<ul style="list-style-type: none"><li>• Nature of Auditing<ul style="list-style-type: none"><li>○ Introduction, Meaning and Definition, Nature, Objectives and Scope of Audit</li><li>○ Basic Principles Governing an Audit</li><li>○ Errors and Frauds</li><li>○ Classification of Audit-Statutory Audit, Government Audit, Private Audit, Continuous Audit, Interim Audit, Periodical Audit, Occasional Audit, Management Audit, Cost Audit and Green Audit</li><li>○ Advantages and Limitations of Auditing</li><li>○ Qualities of an Auditor</li></ul></li><li>• Audit Process<ul style="list-style-type: none"><li>○ Audit Programme</li><li>○ Audit Note Book</li><li>○ Working Papers</li><li>○ Internal Control, Internal check and Internal Audit</li></ul></li><li>• SA 200, SA200A, SA230, SA 240 and SA500</li></ul>	
<b>Unit 2: Vouching and Verification</b>	<b>10</b>
<ul style="list-style-type: none"><li>• Vouching<ul style="list-style-type: none"><li>○ Introduction</li><li>○ Meaning, objective and importance of Vouching</li><li>○ General Principles of Vouching</li><li>○ Teaming and Lading: A challenge to Vouching</li><li>○ Vouching of Cash Book</li></ul></li><li>• Verification<ul style="list-style-type: none"><li>○ Introduction</li><li>○ Meaning, objective and importance of Verification</li><li>○ Verification and Valuation of Assets and Liabilities</li></ul></li></ul>	

<b>Board of Studies</b>	<b>Name</b>	<b>Signature</b>
Chairperson (HoD)	Ms Elizabeth Kanade	<i>Elizabeth Kanade</i>



<b>Unit 3: The Auditor and Audit Report</b>	<b>12</b>
<ul style="list-style-type: none"> <li>• Introduction</li> <li>• Qualifications of an Auditor</li> <li>• Disqualifications</li> <li>• Appointment, Removal and Remuneration of an Auditor</li> <li>• Rights, Duties and Powers of an Auditor             <ul style="list-style-type: none"> <li>○ Professional Conduct and Ethics</li> </ul> </li> <li>• Audit Report - Introduction, Meaning and Definition</li> <li>• Contents of an Audit report</li> <li>• Essentials of a Good Audit Report</li> <li>• Types of Audit Report</li> <li>• Difference between Audit Report and Audit Certificate</li> <li>• SA700</li> </ul>	

<b>Unit 4: Auditing in an Automated Environment and Forensic Audit</b>	<b>14</b>
<ul style="list-style-type: none"> <li>• Auditing In an Automated Environment             <ul style="list-style-type: none"> <li>○ Introduction</li> <li>○ Key features of an automated environment</li> <li>○ Relevance of IT in Audit</li> <li>○ Risk and Control in an Automated Environment</li> <li>○ Testing Methods</li> <li>○ Internal Testing Control as per regulatory requirements</li> <li>○ Recent trends in Auditing</li> </ul> </li> <li>• Forensic Audits             <ul style="list-style-type: none"> <li>○ Introduction, Meaning, definition and significance of Forensic Audit</li> <li>○ Forensic Auditing process and techniques</li> <li>○ Services rendered by Forensic Auditor</li> <li>○ Forensic Audit Report</li> </ul> </li> <li>• Tax Audits             <ul style="list-style-type: none"> <li>○ Introduction and Meaning of Tax Audit</li> <li>○ Tax Audit Provisions under Income Tax Act 1961 (Sec 44AA, 44AB, 44AD, 44ADA, 44AE) Recent Amendment made as applicable as per Income Tax Act 1961</li> </ul> </li> <li>• Introduction to Goods and Services Tax and GST Audit</li> </ul>	

**#12 contact hours for Assignments, Visits, Research, Field Studies, etc.**

**\*01 credit to be evaluated as a Skill-based Component**

**Recommended Basic Reading:**

- Gupta Kamal and Arora Ashok, *Fundamentals of Auditing*, Tata McGraw-Hill Publishing Company Limited: New Delhi; 2004.
- Mehta G. S., Vyas K.K and Vyas Mukesh. *Auditing*. J.V. Publishing House: Jodhpur;

Board of Studies	Name	Signature
Chairperson (HoD)	Ms Elizabeth Kanade	<i>Elizabeth Kanade</i>



2004.

- Tandon B.N. and Sudharsanam S. A. *Handbook of Practical Auditing*, S. Chand and Co. Ltd.: New Delhi; 2013

**Recommended Reference Books:**

- Kumar Arun and Sharma Rachana, *Auditing Theory and Practice*, Atlantic Publishers and Distributors: New Delhi; 1997.
- Kumar Ravinder and Sharma Virender. *Fundamentals of Practical Auditing*. Prentice Hall of India: New Delhi; 2001.
- Sharma, N.K. *Auditing: Theory and Practice*, Shree Niwas Publications: Jaipur; 2009.
- Shekher, K. *Auditing*, Vikas Publishing House: New Delhi; 2003.

**Websites:**

- <https://icai.in/>
- <https://icmai.in/>
- <https://icmai.in/icmai/news/209.php>

Board of Studies	Name	Signature
Chairperson (HoD)	Ms Elizabeth Kanade	<i>Elizabeth Kanade</i>





**Auditing and Taxation**  
**Income Tax**  
**[Core Course]**

<b>Semester: VI</b>	<b>*Credits: 4</b>	<b>Subject Code: C62203</b>	<b>Lectures: 48</b>
---------------------	--------------------	-----------------------------	---------------------

**Course Outcomes:**

At the end of this course, the learner will be able to:

- Apply the various provisions of the Income Tax Act, 1961 while computing Gross Total Income and Net Income of an Individual Assessee
- File Income Tax Returns for an Individual Assessee
- Demonstrate competency to seek employment or self-employment in the area of Taxation

**Unit 1: Basic Concepts**

**6**

- Introduction: - What is tax, why are taxes levied, tax structure in India
- Important Concepts: - Income, Assessee, Previous Year, Assessment Year, Person, Gross Total Income, Net Income, Agricultural Income, Capital and Revenue receipts and Capital and Revenue expenditure.
- Residential Status of an Individual
- Exempt Income

**Unit 2: Heads of Income – Part I**

**16**

- **Income From Salary**
  - Meaning and basis of charge
  - Allowances
  - Perquisites and their valuation
  - Types of Provident Funds
  - Permissible deductions from salary income
  - Problems on computation of Income from salary
  - Case Laws
- **Income From House Property**
  - Basis of chargeability
  - Basis of computing income from a let -out house property
  - Basis of computing income from a self -occupied house property
  - Computation of income from house property
  - Case Laws

**Unit 3: Heads of Income – Part II**

**12**

- **Profits and Gains of Business or Profession**

<b>Board of Studies</b>	<b>Name</b>	<b>Signature</b>
Chairperson (HoD)	Ms Elizabeth Kanade	<i>Elizabeth Kanade</i>



<ul style="list-style-type: none"> <li>○ Meaning and basis of charge</li> <li>○ Expenses expressly disallowed</li> <li>○ Problems on computation of Income from business or profession</li> <li>○ Case Laws.</li> <li>● <b>Capital Gains</b> <ul style="list-style-type: none"> <li>○ Meaning and basis of chargeability</li> <li>○ Definitions: Capital Assets, Short term Capital Assets, Long Term Capital Assets, Short term Capital Gain, Long Term Capital Gain, Cost of Improvement, Cost of Acquisition and Transfer of Capital Asset.</li> <li>○ Format for Computation of Capital Gains</li> <li>○ Theory and Problems</li> <li>○ Case Laws</li> </ul> </li> <li>● <b>Income from Other Sources</b> <ul style="list-style-type: none"> <li>○ Income chargeable under the head Other Sources.</li> <li>○ Theory only</li> </ul> </li> </ul>	
--	--

<b>Unit 4 Gross Total Income and Permissible Deductions</b>	<b>14</b>
<ul style="list-style-type: none"> <li>● Gross Total Income</li> <li>● Deductions under section 80C to 80U</li> <li>● Computation of Gross Total Income and Tax Liability of an Individual assessee. (Relevant assessment year)</li> <li>● Faceless Assessment</li> </ul>	

**#12 contact hours for Assignments, Visits, Research, Field Studies, etc.**  
**\*01 credit to be evaluated as a Skill-based Component**

<b>Recommended Basic Reading:</b>
<ul style="list-style-type: none"> <li>● CA G. Sekar, <i>Handbook on Taxation</i>, Wolters Kluwer, Haryana, 2021</li> <li>● Gupta and Ahuja, Wolters Kluwer, <i>Student's Guide to Income Tax and GST</i>, India Pvt.Ltd .Gurgao : 2021</li> <li>● <i>Taxman's Students Guide to Income Tax including GST</i>, Taxman Publication: New Delhi, 2021</li> </ul>

<b>Recommended Reference Books:</b>
<ul style="list-style-type: none"> <li>● Dr. Vinod Singhania and Kapil Singhania. <i>Students Guide to Income Tax</i>. New Delhi; 2021.</li> <li>● Girish Ahuja and Ravi Gupta. <i>Systematic Approach to Taxation</i>. New Delhi; 2021.</li> <li>● Sury, M.M. <i>Taxation in India 1925-2007 History, Policies, Trends and outlook</i>. New Century publication: New Delhi; 2006.</li> <li>● Income Tax Act, 1961.</li> </ul>

Board of Studies	Name	Signature
Chairperson (HoD)	Ms Elizabeth Kanade	<i>Elizabeth Kanade</i>



**Websites:**

- [www.taxmanagementindia.com](http://www.taxmanagementindia.com)
- [www.incometaxindia.gov.in](http://www.incometaxindia.gov.in)

Board of Studies	Name	Signature
Chairperson (HoD)	Ms. Elizabeth Kanade	Elizabeth Kanade 12/08/2021
Faculty	Dr. Ms. Meenakshi Wagh	MSWagh 12/08/2021
Faculty	Dr. Mrs. Dimple Buche	D. Buche 12/08/2021
Faculty	Dr. Deepanjali Mazumder	Deepanjali 12/08/2021
Subject Expert (Outside SPPU)	Dr. Smita Deshpande	Smita Deshpande 12/08/2021
Subject Expert (Outside SPPU)	Ms. Soma Kulshrestha	Soma 12/08/2021
VC Nominee	Dr. Yashodhan Mithare	Yashodhan 12/08/2021
Industry Expert	CA Akshay Oke	Akshay Oke 12/08/2021
Alumni	Mrs. Pratishtha Sharma	Pratishtha 12/08/2021

Board of Studies	Name	Signature
Chairperson (HoD)	Ms Elizabeth Kanade	Elizabeth Kanade