

MCom Part II
Advanced Accounting and Taxation Special Paper V
Advanced Auditing

Semester: III	Subject Code: MCM 31805	Lectures: 60
----------------------	--------------------------------	---------------------

Objectives:

- To impart knowledge of current auditing practices
- To build understanding about auditing practices
- To acquire the ability to apply auditing practices and procedures in auditing engagements
- To be conversant with various standards of auditing .

Unit 1: NATURE OF AUDITING AND AUDIT PROCESS

14

- Nature of Auditing
 - Introduction, Meaning and Definition, Nature, Objectives and Scope of Audit.
 - Basic Principles Governing an Audit.
 - Advantages and Limitations of Auditing.
- Internal Control, Internal Check and Internal Audit.
- Audit Programme, Vouching, Verification and Valuation.
- Audit Report and Certificate.

Unit 2: AUDIT COMMITTEE AND CORPORATE GOVERNANCE:

14

- **Corporate Governance**
 - Introduction
 - Verification of Compliance of Corporate Governance.
- **Audit Committee**
 - Constitution
 - Powers of Audit Committee
 - CEO/CFO Certification to Board
 - Report on Corporate Governance
 - Guidance Note on Corporate Governance issued by ICAI
 - Objectives of Issuing Guidance Notes
 - Auditor's Role and Responsibility
 - Managements Responsibility
 - Disclosure
- **Guidelines issued by SOX Compliance**
 - Meaning, Importance and Objectives of SOX
 - Role and Responsibilities of Board of Directors, Management, Audit
 - Committees, Financial Analysts and Credit Rating Agencies.
 - Sarbanes-Oxley Act, 2002 (An Indian Perspective).

Unit 3: AUDIT UNDER COMPUTERIZED INFORMATION SYSTEM (CIS) ENVIRONMENT:	10
<ul style="list-style-type: none"> • Special aspects of CIS Audit Environment • Need for review of Internal Control • Use of Computers for Audit purposes • Audit tools • Test packs - Computerized Audit Programme. 	

Unit 4: STANDARDS of AUDITING	10
Auditing and Assurance Standard Board (AASB) – Scope and Functions <ul style="list-style-type: none"> • SA 200, SA 210, SA 220, SA 230, SA 240, SA 250, SA 260, SA 265, SA 299, SA 300. • International Auditing Scenario. 	

Internal Assignments and Library Assignments

12 Hours

RECOMMENDED REFERENCE BOOKS:
<ul style="list-style-type: none"> • Tandon B.N., Sudharsanam S. and Sundharabahu S. "A Handbook of Practical Auditing". (Fourteenth Edition). S. Chand and Co. Ltd, New Delhi, 2013. • Mehta G.S., Vyas K.K. and Vyas Mukesh. "Auditing". J.V. Publishing House, Jodhpur, 2004. • Gupta Kamal and Arora Ashok. "Fundamentals of Auditing". (Ninth Edition). TataMcGraw-Hill Publishing Company Limited. New Delhi, 2004. • 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. • Shekher K. "Auditing". Vikas Publishing House, New Delhi, 2003. • Sharma N.K. "Auditing: Theory and Practice". Shree Niwas Publications, Jaipur, 2009. • Verma Shweta. "Fundamentals of Auditing". Black Prints, New Delhi, 2012.