

**MCom Part II**  
**Advanced Accounting and Taxation Special Paper VI**  
**Specialised Areas in Auditing**

<b>Semester: III</b>	<b>Subject Code: MCM 31806</b>	<b>Lectures: 60</b>
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<b>Objectives:</b>
<ul style="list-style-type: none"> <li>• To create a background for the need and importance of audit.</li> <li>• To highlight the significance of specialized audit.</li> <li>• To equip students to seek employment in audit firms.</li> </ul>

<b>Unit 1: AUDIT OF BANKS AND INSURANCE COMPANIES :</b>	<b>14</b>
<ul style="list-style-type: none"> <li>• Bank Audit <ul style="list-style-type: none"> <li>○ Salient features of enactments affecting Banks</li> <li>○ Bank Audit - its approach</li> <li>○ Steps in Bank Audit-Checking of Assets and Liabilities and Scrutiny of Profit &amp; Loss items.</li> <li>○ Audit Report of Banks</li> <li>○ Long Form Audit Report.</li> <li>○ Appointment, Remuneration, Rights and duties and Role of Auditor.</li> </ul> </li> <li>• Insurance Company Audit <ul style="list-style-type: none"> <li>○ Introduction , Legal Frame work, form and content of Financial statements.</li> <li>○ Appointment, Remuneration, Rights and duties and Role of Auditor.</li> <li>○ Requirements of Insurance Act 1938 vis a vis Companies Act2013.</li> <li>○ Control procedures with reference to General Insurance.</li> <li>○ Audit of Accounts of General Insurance Business.</li> </ul> </li> </ul>	

<b>Unit 2: AUDIT OF GOVERNMENT, LOCAL BODIES AND CO-OPERATIVE SOCIETIES:</b>	<b>14</b>
<ul style="list-style-type: none"> <li>• Government Audit <ul style="list-style-type: none"> <li>○ Legal Framework and Comptroller and Auditor General</li> <li>○ Comptroller and Auditor General's Duties and Powers</li> <li>○ Expenditure Audit</li> <li>○ Audit of Receipts</li> <li>○ Audit of Stores and Inventories</li> <li>○ Audit of Commercial Accounts</li> </ul> </li> <li>• Audit of Local Bodies <ul style="list-style-type: none"> <li>○ Background, Financial Administration and Objectives and Audit Programme for local bodies.</li> </ul> </li> <li>• Provisions of Maharashtra State Co-operative Societies Act 2013 and Multistate Co-operative Societies Act 2002</li> </ul>	

<b>Unit 3: AUDIT OF SPECIALIZED UNITS:</b>	<b>14</b>
Special features of Audit of: <ul style="list-style-type: none"> <li>• Construction Contract, Firm and LLP, Hotel and Hospital</li> <li>• Hire Purchase and Lease Company Accounting</li> <li>• NGO's and Charitable Institutions</li> </ul>	

<b>Unit 4: ENVIRONMENTAL AND ENERGY AUDIT</b>	<b>06</b>
<ul style="list-style-type: none"> <li>• <b>Environmental Audit</b> <ul style="list-style-type: none"> <li>○ Regulatory Framework, Scope and Objectives, Features, Tools and Techniques of Environmental Audit, Process and Audit Report</li> <li>○ Emerging Opportunities for Chartered Accountants in Environment Audit</li> </ul> </li> <li>• <b>Energy Audit</b> <ul style="list-style-type: none"> <li>○ Introduction to Energy Audit, Functions of Energy Auditor, Preliminary Energy Audit, Process and Audit Report.</li> </ul> </li> </ul>	

**Internal Assignments and Library Assignments**

**12 Hours**

**RECOMMENDED REFERENCE BOOKS:**

- 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.
- Sengupta R.N. "Practical Guide to Auditing". Central Bk Agency, Kolkata, 2003.