



P.B. SIDDHARTHA COLLEGE OF ARTS & SCIENCE

Siddhartha Nagar, Vijayawada – 520 010

Autonomous - ISO 9001 – 2015 Certified

AUDITING

Commerce	22COHT38		B.Com (Honours) A&F/TPP/BPM
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Course Type: Core (TH)

Year of Introduction:

Year of Revision:

Percentage of Revision:

Semester: III

Credits: 4

Hours Taught: 75 hrs. Per Semester

Course Prerequisites: Overall accounting knowledge in previous semesters.

Course Objectives:

1. To introduce the concept of auditing and to enable students to understand its various aspects.
2. To enable students to understand the importance of audit planning and documentation and procedures involved in audit
3. To enable students to assess the audit techniques and the concepts of internal control and internal checks.

CO1 Students will develop the knowledge & importance of auditing and accounting of any Organisation (PO 5)

CO2 – Students will have the ability of understanding the applicability of auditing types for different organizations (PO6)

CO3 – Students will have knowledge in planning the effectiveness of auditing of any Organisation (PO6 PO7)

CO4 - Students will have proper understanding of the requirements of documentary evidence for the completion of audit (PO6)

CO5- Students will have the knowledge of the competency of person, his rights and duties regarding auditing and audit report. (PO 6,7)

UNIT: I	Auditing meaning.-Distinction between auditing and accounting. Auditing objects. - Advantages of audit. -Audit programme.-. Preliminaries at the commencement of a new audit. -General audit and statutory audit. - Methods of audit. -Continuous and periodical audit, Interim audit.	15Hrs
UNIT: II	Internal check meaning. - Internal Audit. - Vouching meaning, Advantages and disadvantages.- Vouching of trading transitions.- Vouching of cash transitions. .	15Hrs
UNIT: III	Qualifications, disqualifications of auditor.-Appointment of auditor. Removal and remuneration. - Duties, rights of auditor. Liabilities of auditors. -. Audit of companies	15Hrs
UNIT: IV	Meaning of Verification and valuation. -Distinction between Verification and valuation and vouching. - Verification and valuation of assets and liabilities of a company. (Freehold property, leasehold property, Plant & machinery,	15Hrs

	goodwill, patent rights, stock and book debts).	
UNIT: V	Divisible profits meaning. - Important legal decisions in relation thereto. - Reserves and its types.-Reserve funds auditor's duties. - Audit report and its types.	15Hrs

Text Book:

P. Kumar, B. Singh and Sachadev Kalyani Publications, .

References:

1. S.Vengadamani, "Practical Auditing", Margham Publications, Chennai.
2. Ghatalia, "Principles of Auditing", Allied Publishers Pvt. Ltd., New Delhi.
3. N.D. Kapoor, "Auditing", S. Chand, New Delhi.
4. Pradeesh Kumar, Baldev Sachdeva&Jagwant Singh, "Auditing Theory and Practice,

Co-Curricular Activities:

1. Seminars
2. Quiz
3. Group Discussion
4. Examinations (Scheduled and surprise tests).
5. Power Point Presentations.

MODEL QUESTION PAPER

Commerce	III B.Com (Hon) TPP/ BPM	Semester-III	COHT38	
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Auditing

Time: 3Hrs

Max.Marks:75

Section A

Answer any six of the following Questions

2X6=12 marks

1. What is periodic audit? CO1,L1
2. What is Interim audit? CO1,L1
3. What is Primary voucher? CO2,L1
4. What is internal audit? CO2,L1
5. What is Casual vacancy. CO3,L1
6. Briefly explain Auditor's lien. CO3,L1
7. Explain the Patent rights. CO4,L1
8. How to Creation of charge against asset. CO4,L1
9. What is Qualified report.CO5,L1
10. What is Capital profit CO5,L1

Section B

Answer any Four of the following Questions

12X4=48 marks

11. What is Auditing and Accounting? What are the differences between them? CO1,L3
12. "Auditor is a watch dog, but not a blood hound". Discuss. CO2,L2
13. Explain Vouching and give the objectives of vouching. CO3,L1
14. Explain the liabilities of a company auditor. CO3, L1
15. What is verification and valuation? What are the differences between verification and valuation? CO4,L3
16. What do you understand by "divisible profits"? State what conditions should be borne in Mind before declaring dividend? CO5,L2

Section C

Answer the following Question

15X1=15 marks

17. Explain final audit and continues audit? What are the differences between them? CO1,L3