

Course Code	Course Title	C	H	I	E	T
17U5KME3	Auditing and Assurance	4	75	25	75	100
Learning Objectives <ul style="list-style-type: none"> To gain basic knowledge on auditing and its importance To get comprehensive knowledge on Internal audit and internal control To acquire skill on vouching and verification of assets and liabilities To facilitate to read audit report and know about liabilities of an auditor 						
Learning Outcomes: Thorough knowledge on auditing, preparation of audit programmes, conduct of internal audit , audit report and acquaint knowledge on liabilities of auditor						

Unit I

Introduction to Auditing

Meaning – Definition – Nature of Audit – Objectives of Audit - Scope of Audit – Advantages of Auditing – Inherent Limitations of an Audit - Types of Audit - Basic Principles governing an Audit –Relationship of Auditing with other disciplines – Ethical Principles and Concepts of Auditor’s Independence - Qualities of Auditor - Audit Note book – Audit File.

Unit II

Audit Planning and Programme

Audit Planning – Development of an overall plan. Audit programme – Advantage and Disadvantages of an Audit Programme – Audit Procedures and Audit Techniques – Delegation and Supervision of Audit Work.

Unit III

Internal Control and Internal Audit

Internal Control - Concept of Internal Control – Features of a Good Internal Control System – Limitations of Internal Control - Components of an Internal Control System - – Review of Internal control by the Auditor – Test of Control – Internal control in Computerised information System Environment (CIS) - Internal Check – Features. Internal Audit – Definition – Scope – Internal Audit Report.

Unit – IV

Vouching and Verification of Assets & Liabilities

Vouching - Meaning –General considerations – Classification of Vouching – Analytical Review procedures.

Verification of Assets and Liabilities - Definition – General Principles – Fixed assets – Investment – Inventories – Freehold and Lease hold property – Loans, bills receivable – Sundry debtors – Plant and Machinery – Patents – Verification and valuation of liabilities – Duties of an Auditor.

Unit V

Audit Report and Liabilities of an Auditor

Introduction – Contents of Audit Report – Signing of Auditors Report – Reporting Requirements – National Financial Reporting Authority – Liabilities of an Auditor under Companies Act, 2013 – Liabilities for negligence – Liabilities for misfeasance – Criminal Liability – Liability to third party – Liability for Unaudited Accounts – Legal Decisions regards Auditor’s Liabilities.

Books for Study:

1. Dr. B.N. Tandon, Dr. S. Sudharsanam & S. Sundharabahu, *Practical Auditing*, S.Chand & Company Pvt.Ltd. New Delhi.
2. CA Pavan Kumar K.CH, *Auditing and Assurance*, First Edition 2013, S.Chand & Company Pvt. Ltd., New Delhi.

Books for References:

1. Aruna Jha, *Auditing & Assurance*, 4th Edition, Taxmann’s Publications, New Delhi.
2. S.K. Basu, *Auditing & Assurance*, Pearson Publications, Delhi.
3. www.icaai.org.in,
4. www.icmai.in
5. www.icsi.edu.in