

## **PAPER-IV : CONTEMPORARY AUDITING**

**Code No. : 5804**

1. (a) Internal Control and Internal Audit, Evaluation of Internal Control Procedure, Techniques including questionnaire, flow chart, Internal Audit and External Audit, Co-ordination between the two.
- (b) Special Audit Techniques, Selection, Verification, Statistical sampling, Special Audit Procedures Physical Verification of Assets & Direct Circulation of Debtors and Creditors.
- (c) Review of Accounts on above and overall uses: B/S audit and ratio analysis.
2. (a) Audit of Limited Companies : Auditor's responsibility, Statutory requirements under the Companies Act, Audit of Branches and Joint Audit.
- (b) Concept of true and fair view and concept of material in the context of audit of companies.
- (c) Significance of obtaining information and explanations from management, degree of reliance thereon.
3. Audit Reports : Qualifications, Notes to Accounts, Distinction between Notes and Qualifications,

Detailed observations on obligations of reporting to members. Special reports on prospectus, dividends and divisible profits. Financial, legal and policy considerations with special reference to depreciation.

4. (a) Audit under different provisions of Income Tax Act.
- (b) Special features of audit of banks, insurance companies and co-operative societies.
- (c) Rights, duties and liabilities of auditors, third party liability, nature and extent.
- (d) Professional obligations and code of conduct.
5. Some Contemporary Issues : Non-financial Audit, Management and Operational Audit, Efficiency Audit, Propriety Audit, Environmental Audit and Energy Audit, Government Audit.

### **Books Recommended :**

1. Kamal Gupta : Contemporary Auditing
2. B.N. Tandon : A Hand-book of Practical Auditing
3. T.R. Sharma : Higher Auditing
4. Publications of the Institute of Chartered Accountants of India relating to Auditing Practices.
5. Dinkar Pagare : Auditing.
6. Aruna Jha : Auditing.