

**NEP 2020**  
**B. Com. (Hons.)**  
**Semester-6 (Major)**  
**Auditing - 2**  
**Course Code: DSC-C-AUD-361**  
**Credit Mark Distribution -04**

<b>Unit 1</b>	<p><b>Unit 1: Types of Audits</b></p> <p><b>Core Audits:</b></p> <ul style="list-style-type: none"> <li>• Statutory Audit</li> <li>• Internal Audit</li> <li>• Tax Audit (under the Income Tax Act)</li> <li>• Cost Audit (under the Companies Act)</li> <li>• Management Audit</li> <li>• Forensic Audit</li> <li>• Information Systems Audit (IT Audit)</li> <li>• Operational Audit</li> <li>• Government Audit and Performance Audit (Role of C&amp;AG)</li> <li>• Environmental and Social Audits</li> </ul> <p><b>Extended Audits:</b></p> <ul style="list-style-type: none"> <li>• Due Diligence</li> <li>• Audit of Consolidated Financial Statements</li> <li>• Audits of Banks, NBFCs and Insurance companies</li> </ul>	<b>25%</b>
<b>Unit 2</b>	<p><b>Unit 2: Audit Evidence and Documentation</b></p> <p><b>Key Concepts:</b></p> <ul style="list-style-type: none"> <li>• The concept and types of audit evidence</li> <li>• Sufficiency and appropriateness of evidence</li> <li>• Techniques: Inspection, observation, inquiry and confirmation</li> <li>• Audit documentation and working papers</li> <li>• Use of technology and Computer-Assisted Audit Techniques (CAATs)</li> <li>• Sampling (Statistical and Non-statistical)</li> <li>• Reliance on experts and external confirmations</li> </ul>	<b>25%</b>
<b>Unit 3</b>	<p><b>Unit 3: Audit Reporting and Professional Standards</b></p> <p><b>Report Types:</b></p> <ul style="list-style-type: none"> <li>• Clean Report</li> <li>• Qualified Report</li> <li>• Adverse Report</li> <li>• Disclaimer of Opinion</li> </ul> <p><b>Professional Practice:</b></p> <ul style="list-style-type: none"> <li>• Drafting reports with modified opinions</li> <li>• Management representations and letters of weakness</li> <li>• Peer review and Standards on Auditing (SA) compliance</li> <li>• IFRS/Ind AS (introductory overview)</li> <li>• Companies (Auditor's Report) Order [CARO]</li> <li>• Code of Ethics</li> <li>• Auditor Liability</li> </ul>	<b>25%</b>

<b>Unit 4</b>	<b>Unit 4: Contemporary Issues and Case Studies</b> <ul style="list-style-type: none"> <li>• Audit in the digital era: data analytics and AI tools</li> <li>• Corporate frauds and the role of forensic auditing</li> <li>• ESG (Environmental, Social and Governance) reporting and sustainability audit</li> <li>• Recent corporate scandals and auditor accountability</li> <li>• Emerging trends in global auditing standards</li> <li>• Cyber security</li> <li>• Group Audits and Component Auditors</li> <li>• Digital Assurance</li> <li>• Audit of Start-ups &amp; MSMEs</li> <li>• ESG-linked Financing Audits</li> </ul>	<b>25%</b>
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**Pre-requisite** – Student should have primary understanding of the Financial Accounting and Basic Fundamentals of Auditing.

**Co-requisite**- Student should take up theoretical and practical aspects of Financial Accounting, Corporate Accounting and Auditing and be competent to understand the practical implications thereof.

**Mode of Evaluation: Evaluation will be divided in two parts.**

**External:** Semester End Examination will be conducted by the Gujarat University of 50 Marks.

**Internal:** Internal Evaluation will be decided by the College/Institutes/University Department as per the instruction given by the University from time to time.

**Assessment Tools: Projects, Assignments, MCQ tests**

**Course Objectives:**

The course aims to:

- 1 Provide a comprehensive understanding of the types, scope, and purpose of audits, including statutory, internal, tax, cost, management and specialized audits.
- 2 Develop knowledge of audit evidence, documentation, audit procedures, sampling techniques and the use of technology/CAATs in modern auditing.
- 3 Enable students to understand and apply auditing standards, reporting frameworks, ethics and auditor liabilities in professional practice.
- 4 Build analytical skills to evaluate audit reports, identify modified opinions and understand reporting requirements such as CARO, Ind AS/IFRS basics, and management representations.
- 5 Sensitize learners to contemporary issues, including digital auditing, forensic audits, ESG and sustainability audits, cyber security assurance, and audits of start-ups/MSMEs.
- 6 Strengthen the ability to analyze real-world case studies, corporate scandals and assess the evolving global audit environment.

## **Course Outcome:**

After completing this course, students will be able to:

- 1 Identify and differentiate among various types of audits and explain their relevance, statutory requirement, and organizational significance.
- 2 Apply audit procedures to gather, evaluate and document audit evidence using inspection, observation, inquiry, confirmation and CAATs.
- 3 Prepare and interpret audit documentation, working papers and understand sufficiency and appropriateness of evidence.
- 4 Draft different types of audit reports, including clean, qualified, adverse and disclaimer opinions, in accordance with Standards on Auditing (SA).
- 5 Demonstrate an understanding of ethical requirements, professional responsibilities, CARO, Ind AS/IFRS basics and auditor liabilities in practice.
- 6 Analyze corporate frauds and case studies, applying forensic audit techniques and evaluating auditor accountability.
- 7 Demonstrate awareness of emerging trends such as digital assurance, ESG reporting, AI-enabled audits, cyber security audits and group/component audits.
- 8 Exhibit the ability to perform audit assessments for specialized entities, including Banks, NBFCs, Insurance Companies, Start-ups and MSMEs.

## **FBLD (Flip Blended Learning Design Template)**

- Any One Unit from the above syllabus can be discussed by the faculty through online mode.
- Online mode can be SWAYAM MOOC Course or any other suggested by the UGC or Gujarat University.

## **Taxonomy**

### **MOOC Courses**

On Auditing or any topics related to Auditing and Assurance which is part of the above syllabus.

## **References:**

1. Arora, M. N. (2021). *A textbook of auditing*. Himalaya Publishing House.
2. Tandon, B. N., Sudharsanam, S., & Sundharabahu, S. (2018). *A handbook of practical auditing*. S. Chand Publishing.
3. Gupta, K., & Arora, N. (2022). *Fundamentals of auditing*. Tata McGraw-Hill Education.
4. Institute of Chartered Accountants of India. (2023). *Auditing and assurance standards*. ICAI.
5. Kumar, R. (2020). *Contemporary auditing*. Taxmann Publications.
6. Singh, A. K. (2019). *Auditing theory and practices*. Galgotia Publishing Company.
7. Companies Act, 2013. Ministry of Corporate Affairs, Government of India. Retrieved from <https://www.mca.gov.in>
8. Institute of Chartered Accountants of India. (2023). *CARO 2020 – Clause-wise analysis*. ICAI.
9. Ghosh, T. P. (2023). *Auditing: Principles and techniques*. PHI Learning Pvt. Ltd.
10. Sawyer, L. B., Dittenhofer, M. A., & Scheiner, J. H. (2016). *Sawyer's internal auditing: The practice of modern internal auditing* (6th ed.). Institute of Internal Auditors.