

MID-WESTERN UNIVERSITY, FACULTY OF MANAGEMENT
BACHELOR IN BUSINESS ADMINISTRATION (BBA), SYLLABUS 2072 (2016)

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| Course Title | | Auditing |
| Course Code Number | | MGT 362 |
| Year/Semester | | III/VI |
| Credit Hours | | 03 |
| Course Objectives: | | |
| Main Objective | | The course is designed to provide the student with a basic understanding of all aspects of auditing. These include accepting and planning the audit, evaluating internal controls, verifying account balances and financial statement assertions, reporting on audited financial statements, as well as auditing standards, and the legal liabilities. This Course Focuses on the Study of basic auditing principles, including professional standards, internal control, Vouching and Verification. It focuses on review of audit procedures and audit reports. |
| Enabling Objectives | | After the completion of all the learning units of the course participants will able to: <ul style="list-style-type: none"> • Develop the basic knowledge and skills of auditing • Develop the capabilities of performing and reporting on audit of financial statements. • Understand the theory, concepts, professional and legal standards and procedures underlying audits of financial statements |
| Learning Unit (LU) | Learning Hours (LH) | Contents |
| LU 1 | LH 8 | Introduction to Auditing: Nature and Scope of auditing; Objective of auditing; Errors and Frauds; Evolution of auditing in Nepal; Accounting, Auditing and Investigation; Basic Principles Governing an Audit; Nepal Standards on Auditing (NSAs) Issued by ICAN |
| LU 2 | LH 12 | Preparation for an Audit and Internal Control: Audit Planning; Audit Program; Audit Working Papers; Sources and Reliability of Audit Evidence; Method of obtaining audit evidence; Audit Sampling; Types of Sampling; Test Checking; Meaning of Internal Control; Inherent Limitation of Internal Control; Tools to review Internal Control System; Audit Materiality and Audit Risks; Continuous Audit; Interim Audit; Statutory Audit; Internal Audit; Tax Audit. |
| LU 3 | LH 12 | Vouching and Verification: |

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| | | Meaning of Vouching; Audit of Cash Transactions; Audit of Payments; Audit of Receipts: Audit of Sales: Audit of Purchases: Vouching of Impersonal Ledgers; Meaning of Verification; Vouching Vs. Verification; Verification of Assets; Verification of Liabilities |
| LU 4 | LH 8 | Auditor's Report and Professional Ethics : Meaning of audit report; Contents of audit report; Signing on Audit Report; Types of audit Opinion; Professional Code of Conducts. |
| LU 5 | LH 8 | Special Types of Audit: Cost Audit; Audit of Companies; Audit of NGOs; Audit of School, Audit of Co-operatives; EDP Audit; Features and basic principles of Government audit; Role of Auditor General in Government Audit |
| References | | <ol style="list-style-type: none"> 1. Gupta, Kamal: Contemporary Auditing, Tata Mc-Graw-Hill Publishing Company Ltd. , New Delhi 2. Tondon, B.N. ,Sudharsanam S. And Sudharababu S.: A Handbook of Practical Auditing , S. Chand & Company Ltd., New Delhi 3. Nepal Standard on Auditing: The Institute of Chartered Accountant of Nepal, Kathmandu 4. NGOs Audit Directives: The Institute of Chartered Accountant of Nepal, Kathmandu 5. Schools Audit Directives: The Institute of Chartered Accountant of Nepal, Kathmandu 6. Co-operatives Audit Directives: The Institute of Chartered Accountant of Nepal, Kathmandu 7. Nepal Company Act, 2063, Ministry of Law & Parliamentary Affairs, Nepal 8. Directives issued by Office of Auditor General of Nepal |

Net Contact Hour is 48 excluding the exams and tests.

Evaluation Module: 50 percent will be assessed through the internal evaluation and 50 percent will be assessed through end semester examination