



QURTUBA UNIVERSITY

Of Science and Information Technology

D.I Khan, Peshawar Khyber Pakhtunkhwa, Pakistan.

Course Name	Auditing
Course Code	FIN400
Semester	7th
Credit Hours	03
Total Weeks	16/18
Total Hours	48/54
Total Marks	100
Pre-requisite	Fundamentals of Accounting

Course objectives

The first course of Auditing has been designed to provide a basic understanding of the nature and objectives of Audit, basic principles and procedures involved in auditing. A familiarity of auditing techniques such as routine checking, vouching and verification is necessary to inspire confidence to work as an auditor.

Grading Criteria

Distribution	Weight
Quizzes, Assignments, and class participation	10
Mid Term	20
Final Term	70
Total	100

Recommended Book:

1. Principles of auditing by Kh. Amjad Saeed
2. Principles of Auditing by M. Irshad

WEEK WISE BREAKDOWN

Week	Description
1	Principles of Auditing <ul style="list-style-type: none">• Definition of Audit• Difference between Auditing and Accounting• Objects of an Audit
2	Auditing Procedures

	<ul style="list-style-type: none"> • The operation of Audit • Procedures affecting Audit • Scope of Audit • Types of Audit
3	Audit Planning <ul style="list-style-type: none"> • Audit evidence • Commencement of a new Audit • Audit Program
4	Test Checking <ul style="list-style-type: none"> • Audit Note Book • Working Papers • Record of Progress of Audit
5	Internal Control <ul style="list-style-type: none"> • Definition • Difference between Internal check, Internal Audit, and Internal Control • Principles of Internal Control
6	Systems of Internal control <ul style="list-style-type: none"> • Use of Statistical records • Methods of evaluation of Internal Control • Management Letter
7	Vouching <ul style="list-style-type: none"> • Definition of voucher • Routine checking • Definition of vouching • Extent of vouching • Procedure of vouching • Techniques of vouching
Two Assignments + Two Test Mid Term Exam	
8,9	Procedures of Vouching <ul style="list-style-type: none"> • Vouching of Cash Book, Receipts and Payment sides • Vouching of petty cash book • Vouching of purchase book • Vouching of Purchase Returns books • Vouching of sales book • Vouching of sales return book • Vouching of bills receivable book • Vouching of bills payable book • Vouching of Journal
10,11	Audit of Ledgers / statements <ul style="list-style-type: none"> • Audit of Purchase Ledger • Audit of Sales Ledger • Audit of General Ledger • Audit Bank Statement

12	<p>Auditor Reports</p> <ul style="list-style-type: none"> • Certification of statutory report • Report for insertion in prospectus • Annual audit
13	<p>Report Submission</p> <ul style="list-style-type: none"> • Submission of Auditor report to share holder • Auditor's report to the members • Audit conclusion and Reporting • Report on the affair of the company in support of the directors of the company's insolvency
14	<p>Verification</p> <ul style="list-style-type: none"> • Need of verification • Techniques of verification • Objects of verification • Advance ages of verification
15	<p>Verification of assets</p> <ul style="list-style-type: none"> • Balance sheet audit • Fixed assets • Verification of fixed assets
16	<p>Verification of Capital & liabilities</p> <ul style="list-style-type: none"> • Capital • Distribution • Verification • Verification of liabilities

Learning Outcomes:

- Demonstrate an understanding of fundamental audit concepts
- Apply a range of audit procedures & auditing standards
- Demonstrate an understanding of the legal context in which auditing occurs
- Understanding of the importance of professional ethics and apply the profession's code of ethics
- Apply critical thinking skills and solve auditing problems through the use of case studies
- Understand how to stay abreast of developments in auditing theory and practice