

## Paper 10

### CORPORATE ACCOUNTING AND AUDITING (CAA)

Marks 100

Module No.	Module Description	Weight
<b>Section A: Corporate Accounting</b>		<b>50%</b>
1	Accounting for Shares and Debentures	10%
2	Preparation of the Statement of Profit and Loss and Balance Sheet (As Per Schedule III of Companies Act, 2013)	10%
3	Cash Flow Statement	10%
4	Accounts of Banking, Electricity and Insurance Companies	10%
5	Accounting Standards	10%
<b>Section B: Auditing</b>		<b>50%</b>
6	Basic Concepts of Auditing	10%
7	Provisions Relating to Audit under Companies Act, 2013	30%
8	Auditing of Different Types of Undertakings	10%

#### SECTION A: CORPORATE ACCOUNTING

##### 1. Accounting for Shares and Debentures

- 1.1 Issue of Shares, Forfeiture of Shares, Rights Issue, Bonus Issue, Sweat Equity Shares, Employee Stock Option and Stock Purchase Scheme, Buy-back of Shares
- 1.2 Redemption of Preference Shares, Issue and Redemption of Debentures
- 1.3 Underwriting of Securities

##### 2. Preparation of the Statement of Profit and Loss and Balance Sheet (As per Schedule III of Companies Act, 2013)

- 2.1 Statement of Profit and Loss (as per Division I of Schedule III)
- 2.2 Balance Sheet (as per Division I of Schedule III)
- 2.3 An Introduction to Division II of Schedule III

##### 3. Cash Flow Statement

##### 4. Accounts of Banking, Electricity and Insurance Companies

##### 5. Accounting Standards

- 5.1 Conceptual Framework
- 5.2 Specified Ind AS with Comparative Provisions under AS
  - 5.2.1 Presentation of Financial Statements (Ind AS 1)
  - 5.2.2 Inventories (Ind AS 2)

- 5.2.3 Events after the Reporting Period (Ind AS 10)
- 5.2.4 Employee Benefits (Ind AS 19)
- 5.2.5 Earnings per Share (Ind AS 33)
- 5.2.6 Provisions, Contingent Liabilities and Contingent Assets (Ind AS 37)

## **SECTION B: AUDITING**

### **6. Basic Concepts of Auditing**

- 6.1 Nature, Scope, Objectives and Significance of Auditing
- 6.2 Brief Introduction to Auditing Standards
- 6.3 Audit Engagement, Audit Program, Audit Documentations, Audit Evidence, Audit Note Book
- 6.4 Audit Risk, Assessment of Audit Risk, Internal Control, Internal Check, Internal Audit - Industry Specific, Interplay between Internal Audit and Statutory Audit, Risk Based Internal Audit, Internal Financial Control and Internal Control over Financial Reporting
- 6.5 Audit Sampling, Audit Techniques and Analytical Procedure (Including Scrutiny of Trial Balance and Grouping Schedules)
- 6.6 Application of Technology in Audit and Audit Trail

### **7. Provisions Relating to Audit under Companies Act, 2013**

- 7.1 Statutory Audit – Auditor’s Eligibility, Qualifications, Disqualifications, Appointment, Resignation, Rotation, Remuneration, Removal, Rights and Duties, Liabilities, Branch Audit and Joint Audit, Role of Audit Committee
- 7.2 Cost Audit
- 7.3 Secretarial Audit
- 7.4 Audit of Various Items of Financial Statements (with Special Emphasis on Audit of Inventory and PPE)
- 7.5 Audit Report, Report vs. Certificate, Reporting Requirements under Companies Act, Contents of the Reports and Modifications in the Report (with Coverage of CARO)
- 7.6 Report on Internal Financial Control over Financial Reporting
- 7.7 National Financial Reporting Authority (NFRA)

### **8. Auditing of Different Types of Undertakings**

- 8.1 Audit of Educational Institutions
- 8.2 Audit of Healthcare Organisations
- 8.3 Audit of Organisations in Hospitality Sector
- 8.4 Audit of Banks
- 8.5 Audit of Co-operative Societies
- 8.6 Audit of Local Self-Government