

**B.COM. PART-II
OPTIONAL (A)**

PAPER-VI:AUDITING AND INCOME TAX LAW

PAPER VI “A”

Section A AUDITING MARKS 60

- I. Origin of auditing definition of auditing, Scope of audit, limitations of audit.
- II. Audit and investigation.
- III. Qualities of an auditor, objects of an audit.
- IV. Types of audit according to organization structure:- statutory audit, private audit, Government audit, Internal audit, from practical point of view:- Annual or Final audit, Balance sheet audit, Partial audit, Interim audit, Management audit.
- V. Audit Program, advantages of audit program.
- VI. Audit working papers, purposes of working papers, Characteristics of good working papers, Ownership of working papers.
- VII. Evidence in auditing, Types of evidence, difficulties in the collection of audit evidence.
- VIII. Audit technique, Types of audit technique, Audit techniques and related audit evidence, Audit standards and procedures, Commencement of audit, Appointment, rights, duties and liabilities of auditor.
- IX. Internal control Features of effective internal control, Auditor’s interest in internal control, Divisible profit, Effects of wrong calculation of profit.

X. Auditor's report, Clean and Qualified audit report.

SECTION "B"

INCOME TAX LAW

40 MARKS

Introduction, Income Tax authorities, self assessment scheme, income exempt from tax, Computation of total / taxable income and tax payable of an individual salaried person income, including rental income from property.

RECOMMENDED BOOKS SECTION "A"

1.R. K. Mautz: **Fundamentals of auditing**,
John Willey and sons Inc.
New York.

2.Walter.W. Bigg:- **Practical auditing**
(Publishers) Ltd. London.

3.Walter. B. **Principle of auditing** And
Meigs.E. John Robert f. Meigs Richard D.
Larson Irwin Inc. Homewood
Illinois.

RECOMMENDED BOOKS SECTION "B"

1.Khwaja Ajmal **Income Tax Law**,with practical
Saeed problems Accountancy and
Taxation Services Institute
P.O.Box 1164 (Latest – Edition).
(latest year)

2.Luqman Baig:- **Income Tax Law** Ghazanfer
Academy, Pakistan (Latest –
Edition).(latest year)