

**B. COM
SEMESTER V**

**COST AND MANAGEMENT ACCOUNTING
Major 3
(COST AND MANAGEMENT AUDIT)**

(100 Marks – 75 Lectures)

Objectives: To provide in-depth study of the body of knowledge comprising of the techniques and methods of planning and execute a cost and management audit assignment.

UNIT I: INTRODUCTION TO COST AUDIT (20 Marks - 12 Lectures)

Meaning, nature, objectives and scope of cost audit. The concepts of efficiency audit. Propriety audit, management audit and social audit. Comparative studies between cost audit and financial audit. Advantage of Cost Audit.

UNIT II: THE COST AUDITOR (30 Marks - 25 Lectures)

Appointment of cost auditor-his rights and responsibilities, status, relationship and duties liabilities-professional and legal under the companies act 1956 and the Cost and the Works accountants Act 1959 (Section-1 and 23 of respective acts) special penal provision for cost auditors-professional ethics and code of conduct.

UNIT III: PLANNING THE COST AUDIT (30 Marks 26 Lectures)

Familiarization with the industry, the organization, the production process, the system, and procedure – list of records and reports, preparation of the audit program, audit notes and working papers, techniques of cost audit, procedure , meaning and importance

**UNIT IV: COST AUDIT AND COMPANIES ACT
Lectures)**

(20 Marks - 12

Important sections relating to Cost Audit – Section 209 proper books of accounts, Section 224 to Section 233B of Companies Act relating to Cost Audit (Qualification, disqualification, ceiling on number of cost audit, section 350 depreciation) ,Recent Ammendments to be included

Books for Study and Reference:

- 1. Cost and Management Audit by A.R. Ramnathan, Tata McGraw Hill Publishing Company.**
- 2. Cost and Management Audit by Saxena and Vashist, Sultan Chand and Sons, New Delhi.**
- 3. Cost and Management Audit by J.G. Tikha, ENCOMS BOMBAY.**
- 4. Cost and Management Audit by Datta Chowdary.**