M.Com Part II Semester – III
Special Elective Subject - Group C (Advanced Cost Accounting & Cost system)
Subject Name: - Cost Audit
Compulsory Subject Course code: - 207-I

Level of Knowledge – Advanced

Objectives:

1. To provide adequate knowledge to the students on Cost Audit Practices.
2. To acquaint students to understand the role and responsibilities of Cost Auditor
3. To familiarize the students how Cost Audit Report is prepared.

Unit No	Unit Title	Contents	Skill to be developed
1	**Introduction To Cost Audit**	**Cost Audit** • Meaning, Definitions, Objectives, Scope, applicability, Advantages & Limitations of Cost Audit • Differences between Financial Audit and Cost Audit. • Concepts of Efficiency Audit, Proprietary Audit, Social Audit & System Audit. • Study Of Companies (Cost Records And Audit) Audit Rules As Per The Latest Amendments	In depth Understanding of basic concepts of cost audit and its applicability in various areas
2.	**Cost Auditor**	**Cost Auditor** • Qualifications, Disqualifications, Appointment, Remuneration ,Removal, Rights, Duties, Responsibilities & Liabilities of Cost Auditor under Company Act 2013, Cost & Works Accountants Act. 1959 & other Statues as amended from time to time. • Status and Relationship of Cost Auditor with financial Auditor	In Depth Knowledge On Rights ,Duties, Responsibilities And Liabilities Of Cost Auditor

| 3. | Cost Audit – Planning & Execution | **Cost Audit – Planning & Execution**
  a. **Planning of Cost audit**:
    Familiarization with the Industry,
    The production process, system & procedure, List of Records Preparation of the Cost Audit Programme,
  b. **Execution of Cost audit**
    Verification of Cost Records, Evaluation of Internal Control System, Audit Notes, Working Papers, Cost Audit in (EDP) Electronic Data Processing Environment & Challenges before Cost Auditor in EDP Environment. | Knowledge to Conduct The Cost Audit Traditionally And Electronically |
| 4. | **Cost Audit Report** | **Cost Audit Report**
• Detailed Contents of the Report, Distinction between 'Notes' & 'Qualification' in the Cost Audit Report, Auditor's Observation & Conclusions.
• Preparation & Submission of Cost Audit Report
• Extensible Reporting Language (XBRL) & its Salient features. | Knowledge On Preparation Of Cost Audit Report. |

Note: 100 % of marks are allotted to Theory only.

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