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ACCOUNTING GROUP

ACG 202

AUDITING - II



यशवंतराव चव्हाण

Yashwantrao Chavan Maharashtra Open University

AUDITING - II

SPECIAL GROUP : A - ACCOUNTING GROUP

**M. Com (M 17) – Part I
Semester - II**

YASHWANTRAO CHAVAN MAHARASHTRA OPEN UNIVERSITY

Vice-Chancellor : Prof. E. Vayunandan

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State Level Advisory Committee

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Dr. Parag Saraf
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Institute of Management Science
Pimpri, Pune

Dr. S. V. Kuvalekar
Associate Professor and
Associate Dean (Training)(Finance)
National Institute of Bank Management ,
Pune

Dr. Surendra Patole
Assistant Professor
School of Commerce & Management
Y.C.M.O.U., Nashik

Dr. Latika Ajitkumar Ajbani
Assistant Professor
School of Commerce & Management
Y.C.M.O.U., Nashik

Author

Editor

Instructional Technology Editing & Programme Co-ordinator

Dr. Parag Saraf
Director, Institute of Management Sc.
Pimpri, Pune.
Dr. Latika Ajitkumar Ajbani
Assistant Professor
School of Commerce & Management
Y.C.M.O.U., Nashik

Dr. Madhuri Deshpande
Professor
Swami Ramanand Teerth
Marathwada, University,
Nanded

Dr. Latika Ajitkumar Ajbani
Assistant Professor
School of Commerce & Management
Y.C.M.O.U., Nashik

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Shri. Anand Yadav
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UNIT - 12

STANDARDS ON AUDITING

Structure:

- 12.0 Introduction
- 12.1 Objectives
- 12.2 Standards on Auditing in detailed
- 12.3 Summary
- 12.4 Exercise & Questions
- 12.5 Further reading & references

12.0 Introduction

The Institute of Chartered Accountants of India has, from time to time, issued statements of "Standards on Auditing". The SAs have been issued by the Institute with a view to securing compliance by the members on matters, which on the opinion of the institute are critical for the proper discharge of audit work.

12.1 Objectives

1. To understand the importance of Auditing Standards.
2. To get detailed knowledge of Auditing Standards.

12.2 Standards on Auditing in Detailed

● SA 200 - Basic principles & objectives governing an audit:

It establishes the independent auditor's overall responsibilities when conducting an audit of financial statements in accordance with SAs. Specifically, it sets out the overall objectives of the independent auditor & explains the nature & scope of an audit designed to enable the independent auditor to meet those objectives. This SA requires that the auditor to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error.

● SA 210 - Agreeing the terms of audit engagements (Revised):

The revised standard deals with the auditor's responsibilities in agreeing the terms of audit of audit engagement with management &, where appropriate those charged with governance. SA 210 also deals with the requirement relating to preconditions for an audit, agreement on audit engagement terms, recurring audits, acceptance of change in the terms of the audit engagement & additional considerations in engagement acceptance.

● SA 220 - Quality control for audit work:

The revised standard deals with the specific responsibilities of the auditor regarding quality control procedures for an audit of financial statements. It also addresses, where applicable, the responsibilities of engagement quality control reviewer. Revised SA 220 also deals with the aspects relating to leadership responsibilities for quality on audits.

NOTES

CHECK YOUR PROGRESS

Describe in brief Standards on Auditing in Detailed?