

SUBJECT CODE : P8BM7

CORECOURSE VII BANK AUDIT

Credit Allotted: 5

Max. Marks: 75

Objective: To make the students to know about the various forms of bank audit.

Unit I

Definition of Audit – Difference between book keeping, accountancy, auditing and investigation – objectives of audit – Qualities of an Auditor – Advantages of Audit – Limitations.

Unit II

Detection of Errors – Location of Errors – Detection of fraud – Fraudulent Manipulation of account – prevention of fraud.

Unit III

Audit of Banking companies – capital adequacy norms - provision of the Banking Regulation Act, 1949, relating to capital, reserves, P & L a/c and Balance sheet.

Unit IV

Audit of prudential Accounting Norms – Types of assets – Good Assets, performing assets, non-performing assets.

Unit V

Verification and valuation Fixed assets. Investment and liabilities –Audit of bank branches – Publication of accounts – control by Board of Inspection of RBI.

Books for Reference:

1. M.L. Tandon – Auditing
2. Jeqdesh Prakash – Auditing
3. Spicer and Pegler – Auditing
4. Narashimahan Committee report on Bank Reforms