

**Bachelor's Degree Programme  
(BDP)**

**ASSIGNMENT  
2019-20**

**Elective Course in Commerce  
ECO – 12: Elements of Auditing**

**For July 2019 and January 2020 admission cycle**



**School of Management Studies  
Indira Gandhi National Open University  
Maidan Garhi, New Delhi -110068**

**Elective Course in Commerce**  
**ECO – 12: Elements of Auditing**

**ASSIGNMENT- 2019-20**

Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment in this Course.

Assignment is given 30% weightage in the final assessment. To be eligible to appear in the Term-end examination, it is compulsory for you to submit the assignment as per the schedule. Before attempting the assignments, you should carefully read the instructions given in the Programme Guide.

This assignment is valid for two admission cycles (**July 2019 and January 2020**). The validity is given below:

1. Those who are enrolled in **July 2019**, it is valid up to **June 2020**.
2. Those who are enrolled in **January 2020**, it is valid up to **December 2020**.

You have to submit the assignment of all the courses to The Coordinator of your Study Centre. For appearing in June Term-End Examination, you must submit assignment to the Coordinator of your study centre latest by **15<sup>th</sup> March**. Similarly for appearing in December Term-End Examination, you must submit assignments to the Coordinator of your study centre latest by **15<sup>th</sup> September**.

## **TUTOR MARKED ASSIGNMENT**

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<b>Course Code</b>	<b>:</b>	<b>ECO - 12</b>
<b>Course Title</b>	<b>:</b>	<b>Elements of Auditing</b>
<b>Assignment Code</b>	<b>:</b>	<b>ECO - 12/TMA/2019-20</b>
<b>Coverage</b>	<b>:</b>	<b>All Blocks</b>

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**Maximum Marks: 100**

### **Attempt all the questions**

1. Distinguish between Internal Audit and Statutory Audit. Can the statutory auditor rely upon the internal audit in carrying out his functions as a statutory auditor? **(20)**
  
2. What do you understand by “outstanding assets” and “outstanding liabilities”? What are the duties of an auditor in relation to outstanding liabilities? **(20)**
  
3. What is the status of the auditor in a company? How can be protect the rights of the shareholders of the company? **(20)**
  
4. What do you understand by management audit? How does it help management in improvement of its effectiveness? **(20)**
  
5. Write short notes on the following :
  - (a) Errors of Commission
  - (b) Contingent Liabilities
  - (c) Divisible Profits
  - (d) Audit report**(4X5)**