

AUDITING MEANING

STEFY M M DEPT OF COMMERCE ACADEMIC YEAR :2018-2019 Investigation means an act of detailed examination of books and accounts and commercial and financial position of a business firm.
The term investigation may be referred to as Special Audit.

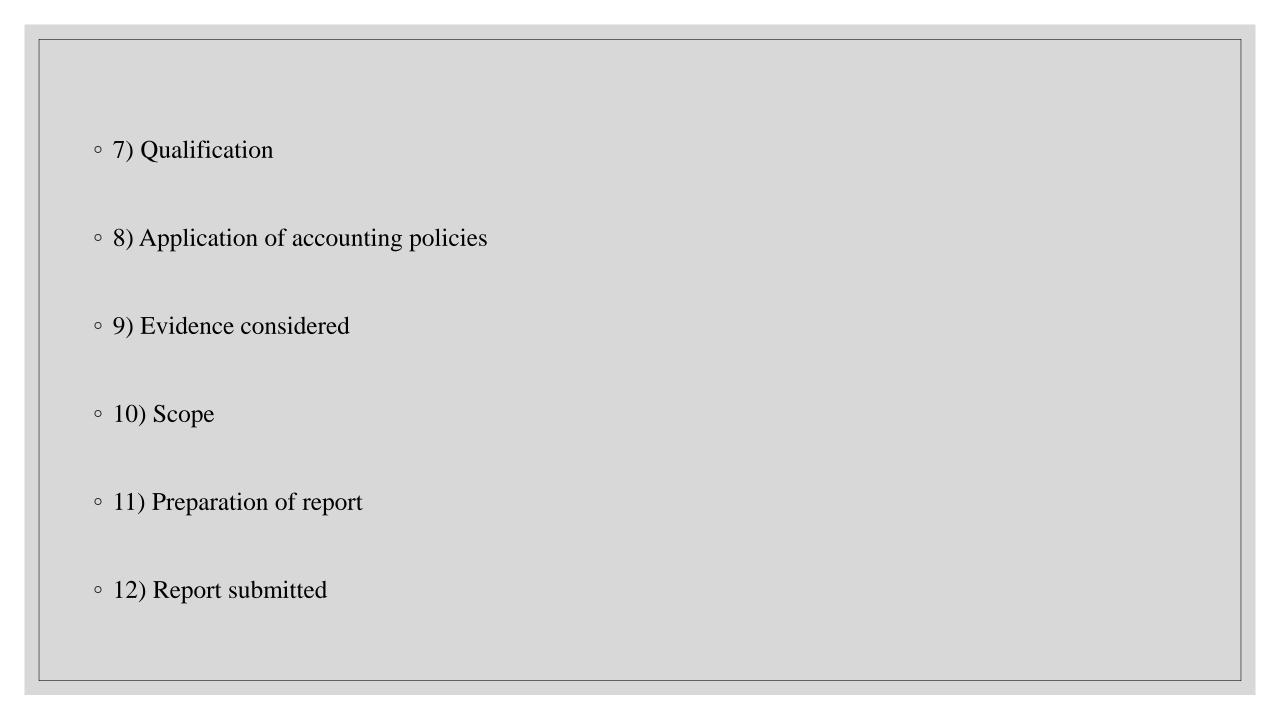
❖Investigation is not compulsory.it is in addition to the regular audit.

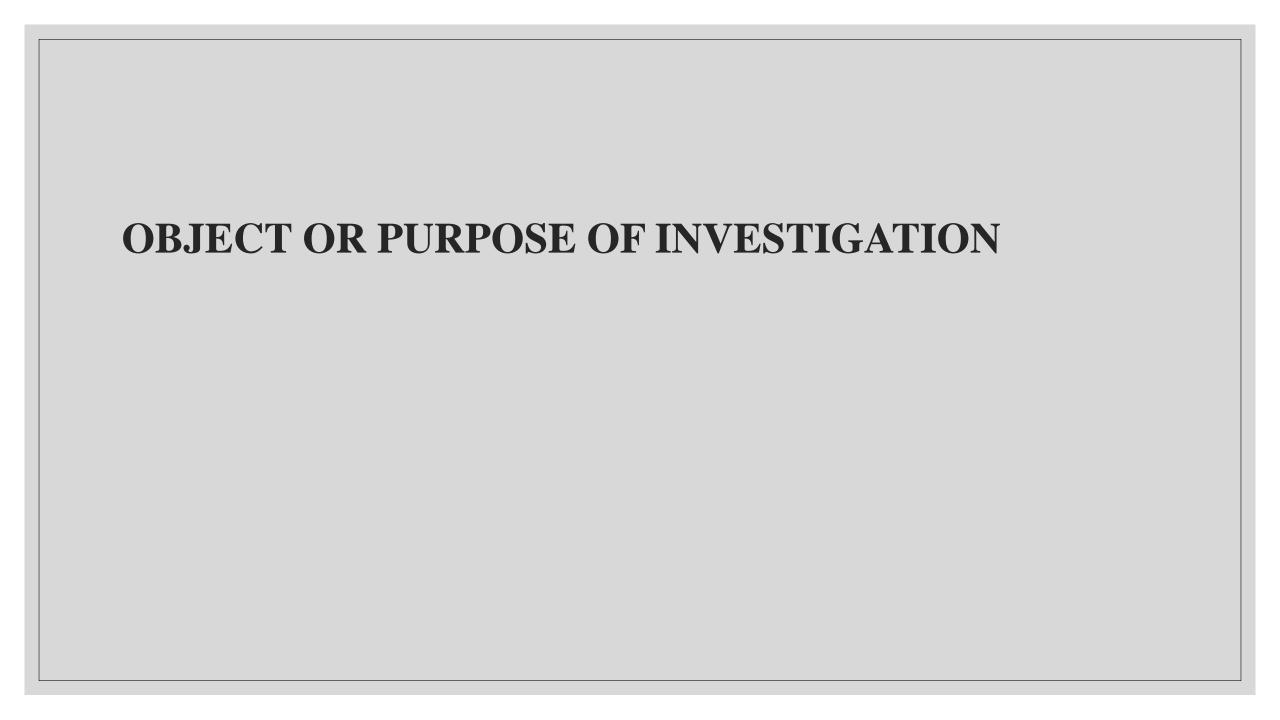
### **DEFINITION**

• Investigation involves enquiry into facts behind the books and accounts, into the technical financial and accounts, in to the technical, financial and economic position of the business organizations.

### DIFFERENCES BETWEEN AUDITING AND INVESTIGATION

- 1)Purpose
- 2)conducted On Behalf Of
- 3) Mode Of Examination
- 4) Whether Compulsory
- 5) Period Covered
- 6) Person Entrusted With





### SUBMISSION OF INVESTIGATION REPORT

• 1)INVESTGATION ON BEHALF OF AN INTENDING PURCHASER OF

• 2) INVESTIGATION ON BEHALF OF AN INCOMING PARTNER

• 3) INVESTIGATION ON BEHALF OF MANAGEMENT WHERE FRAUD SUSPECTED

## INVESTIGATION ON BEHALF OF MANAGEMENT WHERE FRAUD SUSPECTED

• A) Misappropriation of cash

• B) Misappropriation of goods

**° C) Misappropriation of Accounts** 

#### WHEN AUDITOR ACTS AS AN ACCOUNTANT

When an Auditor is asked to prepare final accounts or Income tax returns of business, he is acting as an accountant; not an auditor. He would not guarantee that the accounts disclosed the true state of affairs of the business.

# THANK YOU