

CLASS - XII

SEMESTER – III

SUBJECT: COMMERCIAL LAW AND PRELIMINARIES OF AUDITING (CLPA)

Unit	Details	Marks
Unit 1	Law of Partnership	10
Unit 2	Company Law	10
Unit 3	Audit Procedure	14
Unit 4	Routine Checking and Test Checking	06
	Total	40

Question Paper Typology

Sl. No.	Typology of Questions	Marks	%
1.	Remembering and Understanding (Simple)	12	30
2.	Applying (Average)	20	50
3.	Analysing, Evaluating and Critical thinking	08	20
	Total	40	100

Weightage to Questions

Unit	Details	Marks Allotted	Question Type	Marks per Question	No. of Questions	Total Marks
Unit 1	Law of Partnership	10	MCQ	1	10	10
Unit 2	Company Law	10	MCQ	1	10	10
Unit 3	Audit Procedure	14	MCQ	1	14	14
Unit 4	Routine Checking and Test Checking	06	MCQ	1	6	06
	Total	40				40

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SEMESTER – III

SUBJECT: COMMERCIAL LAW AND PRELIMINARIES OF AUDITING (CLPA)

FULL MARKS: 40

CONTACT HOURS: 100 Hours

COURSE CODE: THEORY

PART – A (Commercial Law)

UNIT No	TOPICS	CONTACT HOURS	MARKS
Unit – 1 LAW OF PARTNERSHIP	<p>a) Definitions: Partnership, Partner, Firm – Essential elements of a Partnership – Mutual Agency – Who can be a partner? – Legal status of partnership firms – Classification of Partnership and Partners – Partnership Deed</p> <p>b) Registration of Partnership Firms: The formalities of Registration – Consequences of non-registration</p> <p>c) Rights and Liabilities of Partners: Mutual rights and duties u/s 12, 13 – Authority of a partner; Expressed and Implied Authority; Limitations of Implied Authority, Alteration of Authority; Authority in an emergency – Liability of Partners to outsiders – Rights and Duties of Partners – Position of a Minor in a partnership firm</p>	24 Hours	10 Marks
Unit – 2 COMPANY LAW	<p>a) Introduction: Definition of Company – Body Corporate – Essential Features of Company – Types of Companies: Chartered Company; Statutory Company; Registered Company; Private Company; Public Company; Government Company; Holding Company; Subsidiary Company; Foreign Company – Difference between Private Company and Public Company – Conversion of Private Company into Public Company and vice versa</p> <p>b) Incorporation of a Company: Formation – Memorandum and Articles of Association – Distinction between Memorandum and Articles – Incorporation of Company – Effect of Registration – Commencement of Business – Alteration of Memorandum and Articles</p> <p>c) Prospectus: Public offer and Private placement – Definition of Prospectus – Matters to be stated in Prospectus – Shelf Prospectus – Red-herring Prospectus – Mis-statements in Prospectus</p> <p>d) Accounts of Companies: Books of Accounts – Financial Statements – Periodical Financial Statements – Internal Audit – Auditor: Appointment – Eligibility – Auditor's Report</p>	26 Hours	10 Marks
	TOTAL (A)	50 Hours	20

PART – B (Preliminaries of Auditing)

UNIT No	TOPICS	CONTACT HOURS	MARKS
Unit – 3 AUDIT PROCEDURE	a) Preparatory steps before commencement of a new Audit b) Preparation by the Auditor: Audit Planning – Audit Programme: Definition; Objectives; Features; Advantages and Limitations – Audit Notebook: Definition; Contents and Advantages – Audit Working Papers: Definition; Contents; Ownership; Protection and Preservation – Audit File: Definition; Types and their Contents – Audit Memorandum: Definition; General Contents	40 Hours	14
Unit – 4 ROUTINE CHECKING AND TEST CHECKING	a) Routine Checking: Definition – Scope – Objectives – Advantages – Limitations b) Test Checking: Definition – Factors to be considered before Test Checking – Advantages – Limitations – Difference between Routine Checking and Test Checking – Transactions not suitable for Test Checking	10 Hours	6
	TOTAL (B)	50 Hours	20
	GRAND TOTAL (A+B)	100	40