

## **AREAS TO CHECK FOR INTERNAL CONTROL**

1. Operations
2. Audit and internal check system:
  - Control as to Sales
  - Collection of Debtors
  - Investment Control
  - Purchase Control
  - Administrative Expenses Control
  - Marketing Strategy
  - Control over account and compliances
  - Control over Inventory
  - Control over Fixed Assets

The Company has maintained proper records showing full particulars including quantitative details and situation on Fixed Assets.	
Certificate of physical verification by the management obtained.	
Fixed Asset register checked.	
Certificate of physical Stock Taking obtained	
Register u/s 301 checked	
Copies of internal control obtained and studied	
Compliance with the AS issued by ICAI	
Compliance with AAS issued by ICAI	
Compliance with the framework for the preparation and presentation of Financial Statements.	
Checked with Guidance Notes issued by ICAI	
Compliance of Notification/Directions issued by ICAI	
Compliance of provisions of various relevant Statutes and/or Regulations which are applicable	
Complexity of the subject matter	
Qualifications of persons performing work	
Extent of consultation available and used	
Risk inherent in the engagement	
Materiality	
Whether the particulars of promoters, directors and their powers obtained.	
Whether Memorandum and Articles of Association, Partnership Deed (as applicable) obtained.	
Identification of important areas of accounts	
Whether unexpected figures highlighted	
Sampling	
Reduction of detailed testing in some areas.	