

QP CODE: 21101152



Reg No :

Name :

B.COM DEGREE (CBCS) EXAMINATION, APRIL 2021

Sixth Semester

CORE - CO6CRT19 - AUDITING AND ASSURANCE

Common for B.Com Model I Finance & Taxation, B.Com Model I Co-operation, B.Com Model I
Computer Applications, B.Com Model I Marketing & B.Com Model I Travel & Tourism

2017 Admission Onwards

7396819D

Time: 3 Hours

Max. Marks : 80

Instructions to Private candidates only: This question paper contains **two sections**. Answer **SECTION I** questions in the answer-book provided. **SECTION II**, Internal examination questions must be answered in the question paper itself. Follow the detailed instructions given under **SECTION II**

SECTION I

Part A

Answer any **ten** questions.

Each question carries **2** marks.

1. What are compensating errors?
2. How auditing influence the work of the employees?
3. What is final audit?
4. What is permanent audit files?
5. What do you mean by physical evidence in relation to audit evidence?
6. What do you mean by general control under computerised environment?
7. What do you mean by internal check?
8. Give examples of voucher.
9. Who is a company auditor?
10. What is the liability of an auditor under Indian penal code?
11. What is Miscellaneous audit?
12. What do you mean by 'Auditing around the computer'?

(10×2=20)

Part B



Answer any **six** questions.

Each question carries **5** marks.

13. Explain the role of AASB in India.
14. Explain the essentials of a good working paper.
15. Explain re-computation as a procedure of obtaining audit evidence.
16. Explain classification of asset.
17. Explain vouching of various items of cash payments in case of wages and salaries.
18. How to fill casual vacancy of an auditor?
19. What are the contents of an audit report?
20. Distinguish between Government audit and Financial audit.
21. Explain the procedures to be adopted by an investigator when misappropriation of accounts is suspected.

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

22. Explain the qualifications and qualities required for an auditor.
23. Discuss the important steps to be considered before commencing an Audit work.
24. Explain auditor's duty with regard to verification and valuation of liabilities.
25. What are Educational Institutions? Explain how does an auditor conducts the audit of colleges.

(2×15=30)



SECTION II

[TO BE ATTACHED TO THE MAIN ANSWER-BOOK]

BCOM DEGREE (CBCS) PRIVATE EXAMINATION, APRIL 2021

3F754ECB

DO NOT WRITE YOUR REGISTER NUMBER OR NAME ANYWHERE IN THE

SECTION II OF THE QUESTION PAPER

CO6CRT19MCQ - AUDITING AND ASSURANCE

Answer all questions.

All questions carry equal marks

Put a tick mark [✓] against the correct answer

1. Which of the following is not a kind of audit?
(a) Statutory and private. (b) Government and continuous audit.
(c) Interim audit. (d) None of these
2. Internal auditor is appointed by_____
(a) Management (b) Shareholders
(c) Government (d) Statutory body
3. The audit that is made compulsory under statute is called _____
(a) Statutory audit (b) Partial audit
(c) Complete audit (d) Continuous audit
4. Sec.139 (7) provides that in the case of a Government Company or any other company owned or controlled by the Central Government, or by any State Government, the first auditor shall be appointed by _____
(a) Comptroller and Auditor-General of India (b) Central Government
(c) State Government (d) None of the above
5. Internal check is suitable for _____.
(a) Larger concerns (b) Smaller concerns
(c) Petty-shop keepers (d) None of the above

6. While framing an audit plan auditor should ascertain his _____ cast by various legislations on him.
- (a) Limitations (b) Duties and obligations
- (c) Rights and powers (d) Term of appointment & responsibilities
7. The quality of information generated by the audited organization is directly related to the strength of the organization's _____
- (a) Internal check (b) Internal control
- (c) Internal audit (d) All of the above
8. The auditors have the right to attend
- (a) Board meeting (b) Annual general meeting
- (c) Extraordinary general meeting (d) Any general meeting
9. Auditor's report is the expert's opinion expressed by the auditor as to the fairness of _____
- (a) Financial position (b) General position
- (c) Financial statements (d) Balance sheet and profit and loss account
10. Misstatements can arise from _____.
- (a) Error (b) Fraud
- (c) Both (a) and (b) (d) None of the above
11. Which of the following item is not suitable for test checking?
- (a) Purchase transactions (b) Sale transactions
- (c) Balance Sheet items (d) All of above
12. An auditor of Government company has to submit his report to the
- (a) Shareholders (b) Central Government
- (c) C & A G (d) Ministry concerned
13. _____ audit is forward looking -
- (a) Financial (b) Cost
- (c) Tax (d) Final
14. Powers and rights of an auditor include _____.
- (a) Right of access to the books of account (b) Right to obtain information and explanation from officers
- (c) Right to attend general meeting (d) All of the above

15. _____ refer to specific accounting controls relating to particular transactions and data in each computer-based application system.
- (a) General controls (b) Application controls
(c) System control (d) None of the above
16. Outstanding expenses should be verified with the help of
- (a) Cash book (b) Balance book
(c) Journal proper (d) None of the above
17. Floating assets are valued at
- (a) Cost (b) Market price
(c) Cost price or market price whichever is less (d) Cost less depreciation
18. Investigation is carries on behalf of
- (a) Manager (b) Employee
(c) Client (d) On behalf of owner and third parties
19. _____ contains information pertaining to financial history, memorandum of association, articles of association of a company.
- (a) Permanent audit file (b) Current audit file
(c) Test audit file (d) None of the above
20. Approach to computer auditing is known as _____.
- (a) Auditing around the computers (b) Auditing with the computers
(c) Internet auditing (d) Electronic auditing

No. of MCQ's Attempted :

Marks Scored :

(To be entered by the examiner)

No. of MCQ's not Attempted :

**ATTACH SECTION II INTERNAL EXAMINATION MCQ PAPER
WITH THE MAIN ANSWER BOOK**