



2C00345

Duration : 2.5 hours

Marks : 75

- All questions are compulsory
- Figures to the right indicate full marks.
- Q no 2 to 5 have Internal Options

Q1. A. Match the following: (Any 8)

(8)

Sr no	Column A	Sr No	Column B
1	Audit Note book	A	Journals
2	Audit Sampling	B	For Future Reference
3	External report	C	Intentional Mistake
4	Accountancy	D	Balance sheet & P&L Account
5	Teeming & Lading	E	Information of Clients Business
6	Fraud	F	Preparation of Financial Statements
7	Verification	G	Technique of Fraud
8	Permanent Audit File	H	Audit of less than 100%
9	Principle of Integrity	I	Auditor honest in his profession
10	External report	J	Existence of Assets

Q no 1 B State whether the following statements are true or false (Any 7)

(7)

1. Audit Programme should be flexible.
2. Routine checking is a mechanical process
3. All errors are detected in test check
4. Vouching means examining the documentary evidence.
5. Auditing Means Examination Of Accounting Records
6. The Primary objective of Auditing is Reporting on the Financial Statements
7. Audit working papers are the property of the client
8. Audit Planning is a Continuous process
9. Audit notebook is maintained by audit staff
10. There is always sampling risk for the Auditor

Q2. A. Define the term Auditing Briefly explain its Characteristics. (8)

B. Explain the Secondary Objective of Auditing (7)

OR

C. What preparation is Necessary by the client before commencement of Audit (8)

D. Briefly Explain the Auditors Duties regarding errors & Frauds (7)

Q3. A. Distinguish Between Auditing & Investigation (8)

B Explain the factors to be considered while preparing an Audit Plan (7)

OR

Q no 3 C What is Audit Programme. ? Explain the Advantages of an Audit Programme (8)

D Explain Audit Sampling. How does the auditor select the sample size. (7)

Q4. What do you mean by Vouching? How will the Auditor Vouch the Following (15)

a) Advertisement Expenses b) Credit Sales c) Salaries & Wages paid

OR

Q no 4 What do You mean By Verification How will the Auditor Verify the following

a) Inventories b) Computer & Peripheral c) Goodwill (15)

Q5. A. How would you Vouch Rental Income (8)

B. Explain the concept of Test Checking and its Advantages (7)

OR

Q5. Write short notes: (any three) (15)

1. True & Fair View

2. Balance Sheet Audit

3. Inherent Limitations of Auditing

4. Concurrent Audit

5. Internal Control.
