Time: 2 ½ Hours **Marks: 75**

Note:

1) **All questions are compulsory.**
2) **All questions carry equal marks.**

Q.1. A. Fill in the blanks (Any Eight) 08

i. Auditing is an ------- examination of books.
ii. Investigation is ---- in scope.
iii. Fraud is ------ in nature.
iv. ----- is complete between two audit.
v. ----- is verification of cost records.
vi. Audit plan should be based on the knowledge of ----- business.
vii. Written audit plan is called -----.
viii. Routine checking is highly ----- process.
ix. ------ is the process of dividing a population into different classes.
x. Internal control is instituted by -----.

Q.1.B. State whether True or False (Any Seven) 07

i. Auditor's duty is to check errors and frauds.
ii. Fraud is unintentional error.
iii. Auditor must examine all transactions.
iv. Statutory audit is voluntary in nature.
v. Internal auditor is appointed by management.
vi. Continuous audit is done at the end of the year.
vii. Internal auditor has narrow scope.
viii. Internal control system is design by the management.
ix. The primary responsibility of an auditor is to detect errors and frauds.
x. An auditor cannot take the help of expert.

Q.2.A. What are the objectives of an audit? 08

B. Explain the term window dressing. 07

OR

Q.2.P. What are the types of errors? 08

Q. Distinguish between auditing and accounting. 07

Q.3.A. Distinguish between internal and external audit. 08

B. What are the advantages and disadvantages of final audit? 07

OR

Q.3.P. Write a note on Concurrent Audit. 08

Q. Explain the precommencement consideration for an audit.

Q.4.A. Define the term audit plan and explain its importance. 08

B. What are the contents of audit working papers? 07

OR

Q.4.P. What is the need of audit note book. 08

Q. Write a note on lien on working papers. 07

Q.5.A. What are the advantages and disadvantages of test check? 08

B. Explain the concept of routine checking in detail. 07

OR

Q.5. Short notes (any three) 15

a. Frauds
b. Concept of True and Fair view
c. Audit programme
d. Audit sampling
e. Internal control for Debtors
