

(2 ½ Hours)

Total Marks: 75

- NB: (1) **All** questions are **compulsory**.
 (2) **All** working notes should form a **part** of your answer.
 (3) Specify **assumptions**, if any, while **solving** the questions.
 (4) **Figures** to the **right** indicate **full** marks.

Q1A) State whether True or False (Attempt any 8) (8 marks)

- Auditor is liable for negligence.
- The use of computer facilities by a small enterprise may increase the control risk.
- Programmers should not have access to transaction data.
- General controls in smaller companies are usually less effective than in more Complex IT environment.
- Audit report reflects the work done by the employees.
- An audit report is addressed to the authority appointing the auditor.
- CARO order 2016 is applicable to the Banking Company.
- For the purpose of tax audit, advertising is held to be profession.
- A Chartered Accountant who is in employment of a concern cannot be appointed as tax auditor.
- As regards the statement of particulars to be annexed with tax audit report, the tax auditor is required to give his opinion as to whether the particulars are true and fair.

Q1B) Match the following (any seven) (7 marks)

	Group A		Group B
i	Disclaimer of opinion	a	Audit Report
ii	Member in practice	b	Computer Information System
iii	Tax Audit	c	Two Schedules
iv	Expression of opinion on Financial Statement	d	Controls that apply to processing Of transactions
v	CIS	e	Certificate of practice
vi	Professional misconduct	f	Sec 44AB
vii	Application controls	g	No opinion
viii	Misfeasance	h	Right of an auditor
ix	Certify the Prospectus	i	SA 570
x	Going concern	j	Breach of trust

Q2 a) Distinguish between Certificate and Report. (8)

Q2 b) what do you mean by Audit Report and explain unqualified and qualified Report. (7)

OR

Q2 p) Explain the duties of an auditor. (8)

Q2 q) Discuss joint auditors. (7)

Q3 a) When is tax audit done and who is eligible to be appointed as tax auditor? (8)

Q3 b) Give the rights of an auditor. (7)

OR

Q3 p) Give the meaning of Professional Ethics. Explain any five misconduct. (8)

Q3 q) What are the pre requisites of auditing in CIS. (7)

Q4 a) Explain the liabilities of a company auditor. (8)

Q4 b) Explain CAAT (Computer Aided Techniques) (7)

OR

Q4 p) Explain the approach to audit in CISE. (8)

Q4 q) Explain the Auditors Duty to make Audit Report under the Companies Act, 2013. (7)

Q5 a) Distinguish between qualified report and negative report. (8)

Q5 b) Give the meaning, advantages and disadvantages of Test Data. (7)

OR

Q5 p) Write short notes. (any 3) (15)

- i) True and Fair view.
- ii) Disclaimer of opinion.
- iii) Liability of auditor for negligence.
- iv) Branch auditor.
- v) Tax auditor.
