

Time 2.30hrs

Marks:75

Note Figures at Right indicate Marks.

Solve all Questions

Q.1 (A) Write most appropriate answer from alternatives given below. (ANY EIGHT) 8

- 1) Book keeping is-----
 - a)Actual record of transactions
 - b)Keep record
 - c)Process of filing
 - d)Correspondence
- 2) ----- is the link between clients record & Audit Report .
 - a)Working papers
 - b) Correspondence
 - c) Audit assistants
 - d)Employee of the company.
3. Special Audit can be ordered by-----
 - a)State Government
 - b)Central Government
 - c) CAG
 - d) Municipal Corporation.
4. Prevention and Detection of fraud ,errors can be done by-----
 - a) Auditor
 - b) Accountant
 - c) Cashier
 - d) Management.
5. Loose Tools are disclosed under-----
 - a) Current Liabilities
 - b) Current Assets
 - c) Investments
 - d) Fixed Assets.
6. Arrears of Preference Dividend is-----liability.
 - a) Long term
 - b) contingent
 - c) Fixed
 - d) Fictitious..
7. Audit Note Book is property of-----
 - a) Auditor
 - b) Audit Assistants
 - c) Client
 - d) Chairman of the company.
8. The following is wasting Assets-----
 - a) Mine
 - b) Patents
 - c) Copyrights
 - d) Live stock.
9. Continuous Audit is suitable for-----
 - a) Small concern
 - b) Partnership firm
 - c) Big Corporates
 - d) Charitable institutions.

10. In respect of Land purchased by the company ,Auditor to verify-----

- a) Stamp duty paid b)Need for purchase c)Amount paid d) area of land.

(B) Write True or False (ANY SEVEN)

7

- 1.A Voucher need not be dated.
2. Land is subject to depreciation.
- 3.Auditing is systematic examination of Books .
4. Audit Note is maintained by Auditor..
5. Before starting Audit ,Auditor should prepare Audit Programme..
6. Efficiency Audit is part of Performance Audit.
7. AS14 deals with accounting of Investments.
8. SEBI sanction is necessary for Issue of Debentures..
9. Appointment of Auditor is done by Chairman of the company.
10. Statutory Audit is compulsory for limited companies.

Q.2 A) What are features of Auditing?

7

B) Distinguish between Internal Audit & External Audit

8

OR

C) How would you vouch the following.

8

1. Wages 2. Telephone Expenses

D) What are the features of Voucher.

7

Q.3 (A)Define Errors and explain types of Errors

8

(B) What are the duties of Auditor in respect of Window Dressing

7

OR

(C) Explain advantages and Limitations of Auditing

8

(D) Write detail Note on Audit Programme .

7

Q.4 (A) How Auditor verify following items..

- a) Bills Payable b) Closing stock

8

(B) What are objectives of Vouching?

7

OR

(C) Write detail note on Secret Reserves of the company.

8

(D) Explain the procedure involved in Verification of Current Assets

7

Q.5 A) How Auditor verify the item Proposed Dividend. 7

B) What do you mean by Terms of Engagement of Auditor. 8

OR

C) Write short Notes on (ANY THREE) 15

1. Going concern concept.
2. Compensating errors
3. Five Auditing principles
4. Internal Check
5. Continuous Audit
