

Time: 2Hrs. 30 Mins.

Total Marks: 75

Instructions: (a) All questions are compulsory subject to internal choice.
(b) Figure to the right indicates marks.

Q.1a) Select the most appropriate options to complete the following sentences (Any Eight) 08

- i) _____ is done for specific objectives
a) Joint Audit b) Special audit c) Branch Audit d) Internal Audit
- ii) The profits available for the distribution among the shareholders of a company as dividend are called _____.
a) Capital Profit b) Revenue Profit c) Divisible profit d) Regular profit
- iii) _____ is a distinguishable component of an enterprise that is engaged in providing an individual product or service or a group of related product or service.
a) Geographical segment b) Business segment c) Location Segment d) Head Segment
- iv) _____ is a tool to judge organisations performance and effectiveness of Personnel Management
a) Cost Audit b) Human Resource Audit c) Operation Audit d) Social Audit
- v) _____ report is prepared by a bank auditor along with statutory audit report
a) Accounting report b) Negative Report c) Long Form Audit Report d) Short Form Audit Report
- vi) The remuneration of a bank auditor is fixed according to Section _____ of Companies Act, 2013.
a) 141 b) 142 c) 143 d) 144
- vii) AS – 3 deals with _____
a) Revenue Recognition b) Inventory Control c) Cash Flow Statements d) Accounting for Investments
- viii) Every General Insurance Company required to create _____ reserve.
a) Catastrophe b) General c) Claim d) Premium.
- ix) _____ Approach is also known as “Auditing around the computer”.
a) White box b) Black Box c) Green box d) Red box
- x) Part II of First Schedule deals with professional misconduct in relation to the members in _____
a) Service b) Practice c) General d) Business.

QB. Match the following: [Any Seven]

07

- | | |
|-------------------------------------|--|
| a. Board of Directors | i. Social Audit |
| b. Adverse Report | ii. Insurance Company's Profit & Loss A/c |
| c. Cashier should not have | iii. Pervasive Misstatements |
| d. Dividend must be paid | iv. Prevents loss of data |
| e. An audit of CSR Activities | v. At registered office |
| f. Maintenance of Books of accounts | vi. Format of Profit & Loss A/c of Banks |
| g. Back up system | vii. In cash |
| h. Misfeasance | viii. Access to customer ledger |
| i. Form A - PL | ix. Breach of trust or duty |
| j. Form B | x. Can fix the remuneration of First Auditor |

Q.2 a) Discuss the rights and duties of company auditor. 08

Q.2 b) Explain in detail Qualification and Disqualification of Company Auditor under Section 141 of Companies Act, 2013. 07

OR

Q.2 c) Explain the appointment of first auditor and auditor during casual vacancies. 08

Q.2 d) What do you mean by Audit report? Distinguish between auditor's report and auditor's certificate. 07

Q.3 a) How would the auditor vouch/verify items appearing in the financial statements of a bank?
i) Non-performing assets (NPAs) 08

ii) Advances

Q.3 b) What should be the contents of audit report of insurance company. 07

OR

Q.3 c) How would an auditor evaluate internal control system of a bank? 08

Q.3 d) How would the auditor verify commission in insurance company? 07

Q.4 a) What are the Internal Controls in Computerised system? 08

Q.4 b) Write detailed note on Cost Audit. 07

OR

Q.4 c) What are the special aspects in Computerised Audit Environment? 08

Q.4 d) What is a Management Audit? Mention its scope & objectives. 07

Q. 5 a) What do you mean by professional misconduct? Enumerate any five instances of Part I of Schedule I of Chartered Accountant Act, 1949. 08

Q.5 b) Explain the procedure of enquiring into charges of misconduct of Chartered Accountant 07

OR

Q.5) Write short notes on the following (Any THREE) 15

- i. Related party Disclosure
- ii. AS – 9
- iii. Audit Ceiling
- iv. Operational Audit
- v. LFAR
