

[Time: 2 ½ Hours]

[Total Marks: 75]

Please check whether you have got the right question paper.

N.B.:- 1. All questions are compulsory.

2. Question Nos. 2 to 5 have internal options.

3. Figures to the right indicate full marks.

Q1. A) Match the following items in column 'A' with the most appropriate items in column 'B' and rewrite: **(Any Eight)** **(08)**

| Column 'A' | Column 'B' |
|-----------------------------|---------------------------------|
| 1. Accounting | a. Public Deposits |
| 2. An Auditor | b. Random number Table. |
| 3. Audit Sampling | c. Bills Receivable. |
| 4. Audit Evidence | d. Complies the accounts. |
| 5. Manipulation of Accounts | e. Management fraud |
| 6. Unsecured Loans | f. Report to shareholder. |
| 7. Sundry Debtors | g. Audit Working Papers |
| 8. Confidentiality | h. Principles of Auditing |
| 9. Final Audit | i. Done at the end of the year. |
| 10. Permanent Audit File | j. Memorandum of Association |

B) Rewrite the complete sentence and state whether it is true or false: **(Any Seven)** **(07)**

1. Auditing begins where the accounting ends.
2. Stock checking involves actual verification and counting.
3. Audit Note Book is maintained by the auditor.
4. There is no risk involved in audit sampling.
5. The audit technique of confirmation is a formal inquiry only from insiders.
6. An auditor cannot take the help of experts.
7. Routine Checking is normally done by the senior audit staff.
8. Compensating errors affect the Trial Balance.
9. An audit program must be fixed.
10. An internal control system is designed and established by the auditor.

- Q.2.** a) Explain the concept of 'True and Fair View' in auditing. (08)
b) Explain an auditing principles. (07)

OR

- c) What is audit working paper? Explain the importance of audit working papers. (08)
d) What do you mean by 'Fraud'? Explain duties regarding fraud. (07)

- Q.3.** a) Explain distinguish between Internal Audit and Statutory Audit. (08)
b) What are the essentials of a good audit programme? (07)

OR

- c) What points should be considered by the Auditor in verification (08)
d) How would you verify 'Plant and Machinery'? (07)

- Q.4.** a) What are Internal Checks? What are the objectives of Internal Checks? (08)
b) Explain the essentials of Internal Audit Report. (07)

OR

- Q.4.** c) Write an internal control system for Salaries and wages. (08)
d) What is Auditing? What are the limitations of Auditing? (07)

- Q.5.** a) How would you vouch 'Credit Purchases'? (08)
b) How would you verify 'Sundry Debtors'? (07)

OR

- Q.5.** Write short notes on the followings: (Any Three) (15)

- i) Auditing Techniques
- ii) Error of Commission
- iii) Window Dressing.
- iv) Statutory Audit.
- v) Audit Planning.