

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?

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B. Explain the term window dressing.

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OR

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

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Q. Distinguish between auditing and accounting.

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- 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
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