

2024

COMMERCE
(Honours Core Course)

COMM-HCC-6016

(Auditing)

Total Marks : 60

Time : 3 Hours

Total number of printed pages - 3

The figures in the margin indicate full marks for the questions

1. Choose the correct option : 1×7=7
- (a) Report given by the auditor after the audit work is known as –
- (i) Qualified report (ii) Unqualified report
(iii) Interim report (iv) Audit report
- (b) means 'an enquiry into the value, ownership, title, existence, possession and presence of any charge on the assets.'
- (i) Ratio analysis (ii) Verification
(iii) Recording (iv) Book-keeping
- (c) An internal auditor is :
- (i) Temporary employee (ii) Permanent employee
(iii) Daily wager (iv) None of these
- (d) The main objective of vouching is –
- (i) To prepare trial balance
(ii) Conduct routine checking
(iii) Verify authority of transactions
(iv) Checking of vouchers

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- (e) Vouchers relates to –
- (i) Cash receipt (ii) Cash payments
 - (iii) Credit transactions (iv) All of the above
- (f) Auditing begins where _____ ends.
- (i) Selling (ii) Inventory valuation
 - (iii) Accounting (iv) Purchases
- (g) The work of one clerk is automatically checked by another clerk is called –
- (i) Internal control (ii) Internal check
 - (iii) Internal audit (iv) None of these

2. Define the following : 2×4=8

- (a) Internal audit.
- (b) Vouching.
- (c) Auditor's report.
- (d) Audit evidence.

3. Answer the following questions : (any three) 5×3=15

- (a) Explain briefly the main benefits of auditing.
- (b) Explain the types of Errors.
- (c) Explain the principles of Corporate Governance.
- (d) What are the contents of Audit Report.
- (e) Discuss the recent trend in Audit Industry.

4. Answer any three of the following : 10×3=30

- (a) Explain the agency theory of Corporate Governance. 10
- (b) Explain the different classifications of Audit. 10

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- (c) Explain the basic principles governing an Audit. 10
- (d) State the provisions of Companies Act 2013 regarding appointment of the auditors. 10
- (e) Define cost audit and explain its advantages. 3+7=10

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