

DURATION: - 2½ hrs

MARKS:- 75

- Note: - (1) All questions are compulsory.
 (2) Figures to the right indicate full marks
 (3) Answer to each question must be on a new page

Q.1.A) Select the appropriate option and rewrite the following sentence:- 8M
 (Any 8) CO1,2,3-R/U

- 1) The term Audit is derived from _____ language.
(Latin, Greek, Modern)
 - 2) Working papers are the property of the _____.
(Auditor, Management, Business)
 - 3) Trial balance of the current year will be filed in _____ audit file.
(Current , Permanent , Routine)
 - 4) _____ is a systematic examination of books and records of a business
(Auditing, Vouching, Ledger)
 - 5) Audit technique of _____ means a formal inquiry from outsiders.
(confirmation , inspection, verification)
 - 6) Division of work is an integral part of _____ check.
(internal, test, routine)
 - 7) The main objective of _____ is to avoid or reduce the tax liability.
(Secret reserve, Window dressing , Auditing)
 - 8) _____ audit is compulsory under law.
(Statutory, Continuous, Internal)
 - 9) Unintentional mistake is.
(Error, fraud , Secret reserve)
 - 10) Audit programme should be _____.
(Oral, Rigid, flexible)
- B) Match the following (any 7) CO1,2,3-R/U 7M

Column A	Column B
1) Accounting	Any information obtained by auditor
2) Audit notebook	Test check
3) Audit sampling	Audit working paper
4) Audit Evidence	Management fraud
5) True and fair view	Compiles the accounts
6) Manipulation of accounts	Management need
7) Internal Control	Disclose all material facts
8) Audit technique	Random all material facts
9) Window dressing	Random number table
10) An auditor	Should be independent
	* Making less provision for bad debt

- Q.2 a) What is error? Explain it's types CO1-R/U 8M
 b) Explain advantages and disadvantage of continuous audit CO1-R/U 7M

OR

- | | | | |
|--------|---|---------|----|
| c) | Distinguish between balance sheet audit and annual audit. | CO1-R/U | 8M |
| d) | Explain basic principle of audit. | CO1-R/U | 7M |
| Q.3 a) | What is audit programme? Explain its advantage. | CO2-R/U | 8M |
| b) | Explain audit procedures. | CO2-R/U | 7M |

OR

- | | | | |
|--------|--|---------|----|
| c) | Explain importance of audit working paper. | CO2-R/U | 8M |
| b) | Describe audit notebook. | CO2-R/U | 7M |
| Q.4 a) | What is test check? Explain drawback of test check | CO3-R/U | 8M |
| b) | Explain the features of routine checking. | CO3-R/U | 7M |

OR

- | | | | |
|--------|---|---------|----|
| c) | Explain the advantage of audit in depth. | CO3-R/U | 8M |
| d) | Distinguish between test checking & routine checking. | CO3-R/U | 7M |
| Q.5 a) | What is internal audit? Explain its objective. | CO3-R/U | 8M |
| b) | Essential of good audit evidence. | CO2-R/U | 7M |

OR

- | | | | |
|--------|--|-------------|-----|
| Q.5 c) | Write Short Note on (Any 4) | CO1,2,3-U/R | 15M |
| a) | Qualities of auditors | | |
| b) | Audit planning | | |
| c) | Auditors duties regarding internal control | | |
| d) | Audit techniques | | |
| e) | True and fair view | | |
