

17U661S

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Name:

Reg. No.....

SIXTH SEMESTER B.Com. DEGREE EXAMINATION, APRIL 2020

(CUCBCSS – UG)

(Supplementary / Improvement)

CC15U BC6 B13 / CC16U BC6 B13 – AUDITING

Commerce – Core Course

(2015 & 2016 Admissions)

Time: 3 Hours

Maximum : 80 Marks

Part A

Answer *all* questions. Each question carries 1 mark.

I. Choose the correct answers from the following

1. The scope of auditing does not include _____
 - a) Vouching
 - b) Checking arithmetical accuracy
 - c) Ledger posting
 - d) Detection of errors & frauds
2. The auditor of a limited company is appointed by _____
 - a) Directors
 - b) General meeting
 - c) Central Government
 - d) Any one of the above
3. Tax audit is compulsory under section _____
 - a) 44 AA
 - b) 44AB
 - c) 44AC
 - d) 44 AD
4. Payment for wage should be vouched with the help of _____
 - a) Minutes Book
 - b) Piece work statement
 - c) Wage sheets
 - d) Bank Pass Book
5. When a transaction has not been recorded in the books of account either wholly or partially, such errors are called as
 - a) Errors of commission
 - b) Errors of omission
 - c) Compensating errors
 - d) Errors of principle

II. Fill in the blanks:

6. is the examination of financial transactions with supporting documents.
7. audit is compulsory audit and is to be carried out each year by an auditor.
8. SAP stands for
9. audit aims at assessing the contribution of a business to the society.
10. Pre – arranging and co-ordinating audit work is called

(10 x 1 = 10 Marks)

Part B

Answer any *eight* questions. Each question carries 2 marks.

11. Explain contingent liability.
12. State any two advantages of internal control.
13. Define Auditing.
14. What is meant by Management audit?
15. What is meant by deferred revenue expenditure?
16. List out different types of audit report.
17. What is computer fraud?
18. What is audit note book?
19. What is Audit Committee?
20. What is meant by teaming and lading?

(8 x 2 = 16 Marks)

Part C

Answer any *six* questions. Each question carries 4 marks

21. How will you vouch cash sales of a company?
22. "Auditing begins where accounting ends". Explain the difference between the two processes.
23. Explain the advantages of EDP Accounting and Auditing.
24. What are the points to be considered by an auditor while verifying and valuing stock in trade?
25. Distinguish between Cost audit and Financial audit.
26. Explain the advantages of Internal check.
27. What are the objectives of auditing?
28. "Vouching is the very essence of auditing". Explain the statement.

(6 x 4 = 24 Marks)

Part D

Answer any *two* questions. Each question carries 15 marks.

29. What is Internal check system? Explain the principles of internal check. Also explain the internal check as regard payment of wages.
30. Explain the rights and duties of an auditor.
31. Explain the preliminary steps taken by an auditor before commencement of audit

(2 x 15 = 30 Marks)
