



B.Com. (Semester – V) Examination, April 2017
ACCOUNTING MAJOR – 3
Auditing – I (New Course)

Duration : 2 Hours

Total Marks : 80

- Instructions :**
- 1) **All questions are compulsory**, however **internal choice** is available.
 - 2) Answer sub questions in question number **1** and **2** in **not more than 100** words.
 - 3) Answer question number **3** to question number **6** in **not more than 400** words.
 - 4) Figures to the **right** indicate **full** marks for respective question/sub question.

1. Write short notes on the following (**any four**) : (4×4=16)

- a) Audit independence.
- b) Judgemental sampling.
- c) Audit note book.
- d) Vouching procedure for wages.
- e) Verification procedure for sundry debtors.
- f) Verification procedure for creditors.

2. Write short notes on the following (**any four**) : (4×4=16)

- a) Qualities of an auditor.
- b) Test checking.
- c) Window dressing.
- d) Audit programme.
- e) Vouching procedure for commission on sales.
- f) Verification procedure for land and building.



3. A) Explain the basic principles governing an audit. 12
- OR
- B) Define audit and explain the classification of audit based on authority. 12
4. A) Explain various methods of obtaining audit evidence. 12
- OR
- B) What are audit working papers ? Explain the purpose and contents of audit working papers. 12
5. A) Explain the terms internal control, internal check and internal audit and their significance. 12
- OR
- B) Explain the procedure to be followed while evaluating internal control system by auditor. 12
6. A) What is "Vouching" ? Distinguish between vouching and verification. 12
- OR
- B) Explain the procedure to be followed by auditor while verifying following items. 12
- i) Plant and Machinery
 - ii) Investments
 - iii) Secured loan.
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