

## B.Com. (Semester – V) Examination, October/November 2018

## ACCOUNTING

## Major – 3 : Auditing – I

Duration : 2 Hours

Max. Marks : 80

- Instructions :**
- 1) **All questions are compulsory, however internal choice is available.**
  - 2) **Answer sub-questions in Question No. 1 and 2 in not more than 100 words.**
  - 3) **Answer Question No. 3 to Question No. 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) Auditing and assurance standards.
- b) Routine checking.
- c) Internal audit.
- d) Vouching of rent.
- e) Distinction between vouching and verification.
- f) Verification of contingent liabilities.

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

- a) Window dressing.
- b) Reliability of audit evidence.
- c) Contents of working papers.
- d) Principles of internal check system.
- e) General procedure for vouching (any 8 points).
- f) Verification of plant and machinery.

3. a) Explain the classes of audit based on authority. 12

OR

b) Explain the basic principles governing an audit. 12

P.T.O.

4. a) Explain the steps in audit planning.

OR

- b) What is an audit programme ? Explain the objectives, merits and limitations of an audit programme.

5. a) Explain the procedure for evaluation of internal control system.

OR

- b) Explain the methods for evaluation of internal control system.

6. a) Explain the procedure for verification and valuation of inventories with reference to case laws and AS-2.

OR

- b) Explain the procedure for verification and valuation of following items :

- i) Copy rights and patents.  
ii) Sundry creditors.

(6x2=)