

FINAL YEAR B.Com. DEGREE EXAMINATION, MARCH/APRIL 2001

Part III—Commerce

Paper XI—AUDITING

(Regular, Improvement and Supplementary)

Time : Three Hours

Maximum : 100 Marks

Section A

Answer any ten of the following questions in not exceeding one paragraph each.
Each question carries 2 marks.

1. What is Auditing ?
2. Define "Investigation".
3. What is an independent audit ?
4. Define "Errors of omission".
5. What is Window Dressing ?
6. Define "Statutory Audit".
7. What is Cost Audit ?
8. What are Audit working papers ?
9. Define "voucher".
10. What is a contingent liability ?
1. What is a wasting asset ?
2. How would you value lease hold buildings ?

(10 × 2 = 20 marks)

Section B

Answer any ten of the following in not exceeding one page each.
Each question carries 5 marks.

1. What are the primary concepts on which the philosophy of auditing is based ?
2. Distinguish between investigation and auditing.
3. What are the advantages of continuous audit ?
4. Bring out the factors to be kept in mind before commencing a new audit.
5. What are the advantages of an audit programme ?

Turn over

18. What are the objects of working papers ?
19. Bring out the process of evaluation of internal control system.
20. What are the objects of internal check ?
21. Describe the kinds of vouchers.
22. What are the points to noted in vouching wage payments ?
23. Write a note on internal check and control of sales.
24. What are the objectives of verification and valuation of assets ?

(10 × 5 = 50 marks)

Section C

*Answer any two of the following questions in not exceeding four pages each.
Each question carries 15 marks.*

25. What are the kinds of evidence in support of an auditor's opinion ?
26. Bring out the vouching procedure in regard to some of the important items appearing on debit side of the cash book.
27. Explain the procedure involved in the conduct of audit of an educational institution.

(2 × 15 = 30 marks)