

FINAL YEAR B.Com. DEGREE EXAMINATION, AUGUST 2009

Part III—Commerce

Paper XI—AUDITING

Three Hours

Maximum : 80 Marks

Answers may be written in English or in Malayalam.

Part A

*Answer any ten questions.
Each question carries 1 mark.*

What do you mean by audit standards ?

Define 'Management Audit'.

What is Efficiency Audit ?

What do you mean by 'footing' ?

Explain the term 'disclaimer of opinion'.

What is blank transfer ?

Mention the civil liabilities of an auditor.

What is C.A.A.T ?

Define Vouching.

What are compensating errors ?

Define Special Audit.

What is test checking ?

(10 × 1 = 10 marks)

Part B

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

Explain the features of management audit.

Distinguish between audit report and audit certificate.

What are the duties of an auditor arising out of common law ?

What is 'sinking fund' ? What are the duties of an auditor with regard to it ?

What are the steps taken for verification of debentures.

Explain the special features of EDP functioning.

19. Explain the advantages of auditing to the society ?
20. What is internal audit ? Explain its main features.
21. How is goods sent on sale or return basis vouched ?
22. What are the GOI guidelines for issue of bonus shares ?
23. What are the objectives of cost audit ?
24. Explain auditor's duty in relation to declaration and payment of interim dividend ?

(10 × 4 = 40)

Part C

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

25. Briefly discuss the important statements on auditing practices issued by ICAI.
26. What is Secret Reserve ? Explain the objects of creating it and the duties of an auditor in relation to secret reserve.
27. Explain the preliminary steps an auditor ought to take before commencing a new audit.
28. Discuss the duties of a company auditor.

(2 × 15 = 30)