

**FINAL YEAR B.Com. DEGREE EXAMINATION, APRIL 2015**

Part III—Commerce

Paper XI—AUDITING

Time : Three Hours

Maximum : 80 Marks

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

1. Mention the subsidiary objects of an Audit.
2. What is error of duplication ?
3. What is compulsory audit ?
4. What is audit-note book ?
5. Expand AASB.
6. Give any *two* advantages of internal check for the business.
7. What do you mean by "auditing through the computer" ?
8. How should patents be valued ?
9. What are collateral vouchers ?
10. What are the objects of creating secret reserves ?
11. Who appoints subsequent auditor of a company ?
12. What is qualified report ?

(10 × 1 = 10 marks)

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

13. What are the qualities of an auditor ?
14. What is Balance sheet Audit ?
15. What is audit programme ?
16. What are the objectives of internal check ?
17. What are the vouchers available for cash receipts and sales ?
18. How can Bills payable be verified ?

Turn over

19. What are Revenue reserves ? Mention five types of revenue reserves.
20. What are the duties of an auditor in connection with forfeiture of shares ?
21. What are the advantages of cost Audit to the consumers ?
22. What are the steps in Management Audit ?
23. What are the problems in EDP environment ?
24. What are the conditions to be kept in mind in case of redemption of preference shares ?

(10 × 4 = 40 marks)

### Section C

*Answer any two questions.*

*Each question carries 15 marks.*

25. What is Auditing ? Bring out the advantages of Auditing and state its limitations.
26. Define internal check. Write an essay on principles of internal check.
27. What is cost audit ? Distinguish between cost audit and financial audit.

(2 × 15 = 30 marks)