

**SIXTH SEMESTER B.Com. DEGREE EXAMINATION, MARCH 2019**

(CUCBCSS)

B.Com.

BCM 6B 13—AUDITING

Time : Three Hours

Maximum : 80 M

**Part A**

I. Answer all questions. Each question carries 1 marks :

1. Examination of a representative sample from a large number of similar items called \_\_\_\_\_.

- (a) Test checking. (b) Vouching.  
(c) Routine checking. (d) None of these.

2. Assets get exhausted along with the extraction is called \_\_\_\_\_.

- (a) Intangible assets. (b) Wasting assets.  
(c) Fixed assets. (d) Current assets.

3. Detailed audit is otherwise called \_\_\_\_\_.

- (a) Statutory audit. (b) Legal audit.  
(c) Continuous audit. (d) Internal audit.

4. \_\_\_\_\_ is a part of internal control.

- (a) Internal check. (b) Internal audit.  
(c) Test audit. (d) Both (a) and (b).

5. Remuneration of a first auditor of a company is determined by \_\_\_\_\_.

- (a) Board of Directors. (b) General meeting.  
(c) Registrar. (d) Government.

Fill in the blanks :

- 6 Documentary evidence in support of an accounting entry is called \_\_\_\_\_.
- 7 \_\_\_\_\_ is also known as efficiency audit.
- 8 Errors which is counter balanced by any other error is called \_\_\_\_\_.
- 9 In case of Government companies an auditor is appointed by \_\_\_\_\_.
- 10 \_\_\_\_\_ is an international body which set international standard for auditing, assurance and other related standards.

(10 × 1 = 10 marks)

### Part B

II. Answer any *eight* questions. Each question carries 2 marks :

- 11 What is audit report ?
- 12 What is verification ?
- 13 Define Investigation.
- 14 What is tax audit ?
- 15 What is internal check ?
- 16 What do you mean by Accounting and Assurance Standard ?
- 17 What is replacement value ?
- 18 What is statutory audit ?
- 19 What is audit note book ?
- 20 What is social audit ?

(8 × 2 = 16 marks)

### Part C

III. Answer any *six* questions. Each question carries 4 marks :

- 21 Explain the objectives of tax audit.
- 22 Differentiate auditing and investigation.

- 23 Explain the duty of an Auditor with respect to auditing of public deposit.
- 24 What are the problems faced by an Auditor in an EDP environment ?
- 25 What are the objectives of vouching of cash books ?
- 26 What are the content of audit report ?
- 27 What are the differences between vouching and verification.
- 28 Explain principles of good system of internal check.

(6 × 4 = 24 marks)

#### Part D

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

- 29 Explain the rights and duties of an Auditor of a limited company.
- 30 Explain the scope of Auditors role under Income Tax Act.
- 31 Explain the procedure for auditing of share capital.

(2 × 15 = 30 marks)