

C 1017

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Name.....

Reg. No.....

SIXTH SEMESTER B.Com./B.B.A. DEGREE EXAMINATION, MARCH 2021

(CUCBCSS—UG)

B.Com.

BCM 6B 13—AUDITING AND CORPORATE GOVERNANCE

(2017 Admissions)

Time : Three Hours

Maximum : 80 Marks

Section A

Answer all questions.

Each question carries 1 mark.

1. All frauds in book-keeping are facilitated by _____.
 - (a) Weakness of internal control system.
 - (b) Lack of proper accounting.
 - (c) Due to mismanagement of the firm.
 - (d) Due to abnormal profit.
2. Concealment of shortage by delaying the recording of cash receipts is known as :
 - (a) Embezzlement.
 - (b) Misappropriation.
 - (c) Lapping.
 - (d) None of these.
3. Goodwill is valued at _____.
 - (a) Cost Price.
 - (b) After providing depreciation.
 - (c) At the market price.
 - (d) At cost less amount written-off.
4. Which of the following Auditing Assurance Standard deals with Audit Planning ?
 - (a) AAS 7.
 - (b) AAS 8.
 - (c) AAS9.
 - (d) AAS3.

Turn over

5. Which of the following will not lead to creation of secret reserve ?

- (a) Undervaluation of closing stock.
- (b) Charging capital expenditure to revenue.
- (c) Goods sent on consignment being shown as actual sales.
- (d) Charging higher rates of depreciation on fixed assets than actually required.

Fill in the blanks :

- 6 Meaning of the Latin word " Audire" is _____.
- 7 Audit done by the employees of the business undertaking is called _____.
- 8 _____ refers to Checking of selected number of transactions.
- 9 _____ is a Document in support of an entry made in books of accounts.
- 10 Voucher should bear a revenue stamp of rupee one when the payment exceeds Rs. _____.

(10 × 1 = 10 marks)

Section B

Answer at least five questions.

Each question carries 4 marks.

All questions can be attended.

Overall Ceiling 20.

- 11 What do you mean by Cost Audit ?
- 12 What do you mean by Investigation ?
- 13 What is meant by Audit procedures ?
- 14 What do you understand from the term "Statutory Audit" ?
- 15 What do you mean by Audit certificate ?
- 16 Explain the Adverse or Negative Opinion.
- 17 What do you mean by E governance ?
- 18 What is Whistle blowing ?
- 19 What is meant by Class action ?
- 20 List out the Codes and standards on corporate governance.

(5 × 4 = 20 marks)

Section C

*Answer at least **four** questions.*

Each question carries 8 marks.

All questions can be attended.

Overall Ceiling 32.

- 21 Explain the Personal Qualities required for a professional auditor ?
- 22 What do you mean by Final audit ? What are its advantages and disadvantages ?
- 23 Distinguish between auditing and investigation.
- 24 What do you mean by Window dressing ? How it is done ?
- 25 Distinguish between internal check and internal audit.
- 26 What do you mean by audit programme ? What are its advantages ?
- 27 Explain the various liabilities of an auditor.
- 28 Explain the various theories of Corporate Governance.

(4 × 8 = 32 marks)

Section D

*Answer any **one** question.*

Each question carries 18 marks.

- 29 What do you mean by Auditing ? Explain the various types of audit.
- 30 What are the special attentions to be taken by an auditor while vouching cash payments ?
- 31 Briefly explain some of the major corporate governance failures and the problems noticed in those failures.

(1 × 18 = 18 marks)