

4/H-76 (xi) (a) (Syllabus-2015)

2019

(April)

COMMERCE

(Honours)

(Auditing)

(BC-403)

Marks : 75

Time : 3 hours

The figures in the margin indicate full marks for the questions

- 1. What do you mean by Continuous Audit? State the circumstances under which Continuous Audit is applied. Discuss the merits and demerits of Continuous Audit.**

2+3+5+5=15

Or

State the objectives and characteristics of a satisfactory system of internal control. Also state inherent limitations of internal control.

5+5+5=15

D9/1694

(Turn Over)

4/H-76 (xi) (a) (Syllabus-2015) (2)

- 2. (a)** On what matters verification of assets is emphasized even after vouching of assets? **5**
- (b)** What points would you give attention while carrying out an investigation on behalf of a client with respect to (i) suspicion of 'fraud' and (ii) purchase of a running business? **5+5=10**
- Or*
- (a)** Give examples of vouchers you would refuse to accept although properly stamped and signed. Explain with reasons. **5**
- (b)** How would you verify the following? **5+5=10**
- (i)** Loans against security of landed property
- (ii)** Plant and machinery
- 3. (a)** State the qualification of a Company Auditor as per the Companies Act, 2013. **5**
- (b)** Discuss the Auditor's duty regarding depreciation and provisions of reserves. **5+5=10**

(3)

Or

- (a)** Discuss the power and duties of a Company Auditor as per the provision of the Companies Act, 2013. **5+5=10**
- (b)** What are the contents of an Audit Report? **5**
- 4. (a)** Discuss Management responsibilities under SA-250. **5**
- (b)** Discuss the Auditor's responsibilities to detect fraud in an Audit of Financial Statement of a Company under SA-240. **10**
- Or*
- (a)** What is audit documentation? State the factors that affect length, breadth and types of audit documentation. **3+7=10**
- (b)** State the objectives of an Auditor under SA-260. **5**
- 5. Discuss the various points you would consider while auditing a partnership firm. 15**
- Or*
- Write notes on the following : **5×3=15**
- (a)** Social Audit
- (b)** Environmental Audit
- (c)** Auditing in Computerized Environment
