

2015

(3rd Semester)

COMMERCE

Paper No. : BC-303

(**Auditing**)

(PART : A—OBJECTIVE)

(Marks : 25)

The figures in the margin indicate full marks for the questions

1. State whether the following statements are *True (T)*
or *False (F)* by putting a Tick (✓) mark : 1×5=5

(a) Errors of omission are technical errors.

(T / F)

(b) An audit notebook is maintained by an auditor.

(T / F)

(c) Test check and internal check mean the same thing.

(T / F)

(d) Only individuals can be appointed as auditors of a company.

(T / F)

(e) An investigator must be a chartered accountant.

(T / F)

2. Fill in the blanks : 1×5=5

(a) The cost auditor of a company is appointed by the

(b) In his report, the auditor gives his

(c) A review of operations and records undertaken within a business by specially deputed staff is

known as

(d) The first auditor of a company is appointed by the

(e) An enquiry into the final accounts of a concern with a particular object in view is called

3. Choose the correct answer and place its code in the brackets provided : 1×5=5

(a) A continuous audit is specially needed for

(i) trading concerns

(ii) smaller concerns

(iii) banking companies

(iv) manufacturing companies

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(b) During the course of an audit, an auditor finds that some vouchers are unavailable for certain payments. Whether he should

(i) accept certificate for it

(ii) seek proper explanation for it

(iii) ignore it

(iv) demand vouchers for it

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(c) Internal audit is carried out by

(i) director

(ii) member of the staff

(iii) secretary

(iv) None of the above

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(d) The scope of work of a statutory auditor is determined by

(i) board of directors

(ii) managers

(iii) law

(iv) None of the above

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(e) Which one of the following is not a Right of a company auditor?

(i) Right to get share dividend and bonus

(ii) Right to sign audit report

(iii) Right to receive notice and attend meeting

(iv) Right to call for information and explanation

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(6)

4. Write on the following in 3 to 4 sentences each :

2×5=10

(a) Tax audit

(7)

(b) Vouching

(c) Internal check

(8)

(d) Qualifications of a company auditor

(9)

(e) Audit programme

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