

( NO. OF PAGES: 2 )

(FOR THE CANDIDATES ADMITTED  
DURING THE ACADEMIC YEAR 2021 ONLY)

SUBJECT CODE **21UBI516**

REG.NO. :

**N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI**

**END-OF-SEMESTER EXAMINATIONS :NOVEMBER, 2023**

**BANKING AND INSURANCE**

**MAXIMUM MARKS: 70**

**SEMESTER: V**

**TIME : 3 HOURS**

**PART - III**

**PRINCIPLES AND PRACTICES OF AUDITING**

**SECTION - A**

**(10 X 1 = 10 MARKS)**

**ANSWER THE FOLLOWING QUESTIONS.**

**MULTIPLE CHOICE QUESTIONS.**

**(K1)**

1. Auditing is derived from the Latin Word \_\_\_\_\_  
a) Auditor      b) Audire      c) Order      d) Aestimo
2. Internal audit is \_\_\_\_\_ for a company  
a) Compulsory      b) Voluntary      c) Not necessary      d) Necessary
3. Fixed assets are valued at \_\_\_\_\_  
a) Cost price      b) Market price  
c) Cost/Market Price WEL      d) Cost less Depreciation
4. First Auditor of companies is appointed by the \_\_\_\_\_  
a) Shareholders      b) Central government  
c) Company law board      d) Board of Directors
5. \_\_\_\_\_ governs the standards of audit planning.  
a) AAS 8      b) AAS2      c) AAS 5      d) AAS 7

**ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES**

**(K2)**

6. What is audit?
7. Explain voucher.
8. Define reserves.
9. Write a note on audit report.
10. Define banking company.

**(CONTD .... 2)**

**SECTION – B**

**(5 X 4 = 20 MARKS)**

**ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS.**

**(K3)**

11. a) Describe the objectives of auditing.  
(OR)  
b) List out the reasons to disqualify the auditor.
12. a) Discover the objectives of vouching.  
(OR)  
b) Describe the audit note book.
13. a) List out the role of an auditor in evaluating the depreciation.  
(OR)  
b) Describe the secret reserves.
14. a) Describe the rights of an auditor.  
(OR)  
b) Discuss about the audit of share capital.
15. a) Discover the electronic auditing and its uses.  
(OR)  
b) Describe the objectives of investigation.

**SECTION - C**

**(4 X 10 = 40 MARKS)**

**ANSWER ANY FOUR OUT OF SIX QUESTIONS**

**(16<sup>th</sup> QUESTION IS COMPULSORY) (K4/K5)**

16. Discuss in detail about the advantages and limitations of auditing.
17. Categorize the vouching of trading transactions.
18. Elucidate the content of audit report.
19. Discuss the verification and valuation of assets.
20. Elucidate the audit of computerized accounts.
21. Analyse the duties and liabilities of an auditor.

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