

N.G.M COLLEGE(AUTONOMOUS) : POLLACHI
END-OF-SEMESTER EXAMINATIONS : APRIL -2025
B.Com – Banking & Insurance **MAXIMUM MARKS: 50**
IV SEMESTER **TIME: 2 HOURS**

SEC II: NAAN MUDHALVAN:PRINCIPLES AND PRACTICES OF AUDITING

SECTION - A (10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.

MULTIPLE CHOICE QUESTIONS.

(K1)

1. Auditing is mainly concerned with:_____.
a) Preparation of accounts b) Verification of accounts
c) Recording transactions d) Posting entries
2. Internal check is a part of:_____.
a) Internal audit b) Internal control c) External audit d) Government audit
3. A voucher is:_____.
a) Evidence of transaction b) Ledger book c) Trial balance d) Audit report
4. Verification of assets means:_____.
a) Checking value of assets b) Checking existence of assets
c) Recording assets d) Depreciating assets
5. Auditor of a company is appointed by:_____.
a) Board of Directors b) Shareholders c) Government d) Creditors

ANSWER THE FOLLOWING IN ONE OR TWO SENTENCES.

(K2)

6. Define auditing.
7. What is internal control?
8. What is a voucher?
9. What is meant by verification of assets?
10. State any two objectives of investigation.

SECTION - B

(5 X 8 = 40 MARKS)

ANSWER ANY FIVE OUT EIGHT FROM THE FOLLOWING:

K4 & K5

11. Define auditing and explain its objectives, types, advantages, and limitations.
12. What is internal control? Explain internal check and internal audit in detail.
13. Explain the concept of vouching and discuss the vouching of cash book.
14. Describe the verification and valuation of assets and liabilities.
15. Explain the auditor's position regarding valuation and verification of assets and liabilities.
16. Discuss the audit of joint stock companies and explain the appointment of company auditor.
17. Explain the qualifications, disqualifications, rights, and duties of a company auditor.
18. Define investigation and explain its objectives and provisions under the Companies Act.