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**FOR THE CANDIDATES ADMITTED  
DURING THE ACADEMIC YEAR 2020 ONLY)**

20UBI516

**REG.NO**

# **NGM COLLEGE (AUTONOMOUS) POLLACHI**

## **END-OF-SEMESTER EXAMINATIONS: DECEMBER-2022**

## **B.Com-Banking & Insurance**

## MAXIMUM MARKS: 70

## **V SEMESTER**

## TIME: 3 HOURS

## PART III

## **PRINCIPLES AND PRACTICING OF AUDITING**

## **SECTION – A**

**(10 X1 = 10 MARKS)**

## **ANSWER THE FOLLOWING QUESTIONS**

## MULTIPLE CHOICE QUESTIONS

(K1)

- 1) Audit Programme is prepared by \_\_\_\_\_.  
a) The auditor. b) The client  
c) The audit assistants d) the auditor and his audit assistants

2) The working papers which auditor prepares for financial statements audit are \_\_\_\_\_.  
a) Evidence for audit conclusions b) Owned by the client  
c) Owned by the auditor d) Retained in auditor office until a change in auditors

3) Which of the following best describes the primary purpose of audit programmed preparation?  
a) to detect errors or fraud b) to comply with GAAP  
c) to gather sufficient appropriate evidence d) to assess audit risk

4) Which of the following sections deals with qualification of the auditor?  
a) Section 226(1) and Section 226(2) b) Section 224(1) and Section 224(2)  
c) Section 226(3) and Section 226(4) d) Section 224(3) and Section 224(4)

5) Auditor of a \_\_\_\_\_ company does not have right to visit foreign branches of the company.  
a) Unlimited liability b) manufacturing  
c) Banking d) non-profit making

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

(K2)

6. Define the term audit.
  7. Define internal check.
  8. Explain secret reserve?
  9. Short note on qualification of auditor.
  10. Define the term investigation.

(CONTD .... 2)

**SECTION – B****(5 X 4 = 20 MARKS)****ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. (K3)**

11. a) Point out the various objective of auditing.  
**(OR)**  
b) Examine the limitations of auditing.
12. a) Short notes a) Audit Note Book b) Working Papers  
**(OR)**  
b) Discuss the vouching of impersonal ledgers.
13. a) Describe the valuation of assets.  
**(OR)**  
b) Short note on verification of reserve and surplus.
14. a) List out the rights and duties of company auditor.  
**(OR)**  
b) Explain in detail the different types of audit report.
15. a) Describe the importance of bank audit.  
**(OR)**  
b) Discuss the audit of computerized accounts.

**SECTION – C****(4 X 10 = 40 MARKS)****ANSWER ANY FOUR OUT OF SIX QUESTIONS.****(16TH QUESTION IS COMPULSORY AND ANSWER ANY THREE QUESTIONS FROM Q.NO: 17 TO 21 ) (K4) OR (K5)**

- 16) Describe the different types of audit.
- 17) Discuss the qualities of an auditor.
- 18) Distinguish between internal check and internal auditing.
- 19) Explain in detail – valuation of depreciation.
- 20) Enumerate the appointment of company auditor.
- 21) Discuss the various types of e-audit.