

- Q.22 What are the basic concepts of auditing?
- Q.23 Explain four limitations of auditing.
- Q.24 What is the auditor responsibility with regard to detection of fraud and errors?
- Q.25 What do you mean by Statutory audit?
- Q.26 What is an Audit Notebook and its utility?
- Q.27 Explain audit process.
- Q.28 Is internal checking system an automatic process?
- Q.29 State the importance of internal audit.
- Q.30 State the difference between internal control and internal check.
- Q.31 Give two rules of verification.
- Q.32 State the procedure of verification of assets.
- Q.33 Draw the format of an audit report.
- Q.34 Discuss the salient features of an audit report.
- Q.35 Discuss the types of reports.

SECTION-D

Note: Long answer type questions. Attempt any two questions out of three questions. (2x10=20)

- Q.36 Write a detailed note on continuous audit.
- Q.37 What do you understand by Auditing? Briefly discuss the advantages and limitations of Auditing.
- Q.38 What are the main objects of verification of assets.

No. of Printed Pages : 4 183053/124154/084154
Roll No.

5th Sem. / OMCA, Fin. Acc & Aud.

Subject:- Auditing

Time : 3Hrs.

M.M. : 100

SECTION-A

Note: Multiple choice questions. All questions are compulsory (10x1=10)

- Q.1 What is the primary objective of auditing?
- To prepare financial statements
 - To detect all frauds
 - To express an opinion on the truth and fairness of financial statements
 - To maintain accounting records
- Q.2 Who is responsible for the preparation of financial statements?
- Auditor
 - Internal Auditor
 - Management
 - Government
- Q.3 Which of the following is NOT a type of audit?
- Statutory Audit
 - Internal Audit
 - External Audit
 - Budget Audit
- Q.4 Auditing is mainly based on:
- Laws and regulations
 - Assumptions
 - Evidence
 - Hearsay
- Q.5 The first stage of the audit process is:
- Reporting
 - Planning
 - Evidence gathering
 - Risk assessment

- Q.6 An Audit programme is:
- A document that outline the client's objectives
 - A detailed plan of audit procedures to be followed
 - A financial budget for audit activities
 - A code of ethics for auditors
- Q.7 The main objective of internal control is:
- To increase production
 - To prevent tax evasion
 - To ensure accuracy and reliability of accounting data
 - To reduce employee salary
- Q.8 Internal check is a part of
- External audit
 - Internal audit only
 - Internal control system
 - Management accounting
- Q.9 A clean or unqualified audit report means:
- The auditor was unable to obtain sufficient evidence
 - The financial statements are free from material misstatements
 - The auditor found many errors
 - The audit was incomplete
- Q.10 Which of the following is NOT a type of audit opinion?
- Qualified
 - Unqualified
 - Disclaimed
 - Confirmed

(2) 183053/124154/084154

SECTION-B

Note: Objective type questions. All questions are compulsory. (10x1=10)

- Q.11 The main objective of auditing is to express an _____ on financial statements. (Outcome / Opinion)
- Q.12 Auditing is done by an _____ person or firm. (dependent / independent)
- Q.13 The word "audit" is derived from the Latin word "audire" which means _____ (to see / to hear)
- Q.14 The person who conducts an audit is called an _____ (Accountant / Auditor)
- Q.15 The final stage of the audit process is _____. (Reporting / Planning)
- Q.16 Audit evidence must be sufficient and appropriate. (True/False)
- Q.17 Audit procedures are the detailed steps performed during the audit process. (True/False)
- Q.18 An audit plan helps the auditor to focus on important areas. (True/False)
- Q.19 A good internal check system reduces the chances of errors and fraud. (True/False)
- Q.20 Define Audit report.

SECTION-C

Note: Short answer type questions. Attempt any twelve questions out of fifteen questions. (12x5=60)

- Q.21 State briefly the essential qualities of an auditor.

(3) 183053/124154/084154