

1.State with reasons (in short) whether the following statements are correct or incorrect:

(a) The primary objective of an audit is to detect fraud and errors in Financial Statements.

2. "Statements" and "Guidance Notes" of ICAI-whether mandatory or recommendatory? Discuss.

3. The auditor is responsible for maintaining an attitude of professional skepticism throughout the audit. Do you agree with the statement?

4. The discipline of behavioural science is closely linked with the subject of auditing.

5. What are the basic principles which govern the Auditor's professional responsibilities while doing Audit?

6. Discuss "Standards collectively known as the Engagements Standards issued by AASB under the authority of the council of ICAI

7. What are the advantages of an independent audit?

8. Comment on the following in relation to SAs:

(a) "The work performed by each assistant needs to be reviewed by personnel of at least equal competence."

9. What are the inherent limitations of audit?

10. Discuss perquisites and fundamental principles to be possessed by an auditor.

11. Director (Finance) of KK Ltd. informed their newly appointed statutory auditor that they have sound Internal control system implemented by a renowned professional firm and he is satisfied with its effectiveness and functioning and therefore, the statutory auditor should concentrate on verifying only the routine books and financial statements