

1.

Mention the examples of circumstances where the auditor may consider it necessary to include an Emphasis of Matter paragraph.

2

While drafting auditor's report of LK Ltd., what are the matter to be included by auditor in Opinion Section paragraph?

3.

When the auditor disclaims an opinion on the financial statements due to an inability to obtain sufficient appropriate audit evidence, the auditor shall amend the description of the auditor's responsibilities required by SA 700. Explain

4.

The auditor shall evaluate whether the financial statements are prepared in accordance with the requirements of the applicable financial reporting framework. Explain stating clearly specific evaluations made by the auditor.

5.

As an auditor of listed company, what are the matters that the auditor should keep in mind while determining "Key Audit Matters".

6.

Delightful Ltd. is a company engaged in the production of smiley balls. During the FY 2020-21 the company transferred its accounts to computerised system (SAP) from manual system of accounts. Since the employees of the company were not well versed with the SAP system, there were many errors in the accounting during the transition period. As such the statutory auditors of the company were not able to extract correct data and reports from the system. Such data was not available manually also. Further, the employees and the management of the company were not supportive in providing the requisite information to the audit team. The auditor believes that the possible effects on the financial statements of undetected misstatements could be both material and pervasive.

Explain the kind of audit report that the statutory auditor of the company should issue in this case.

7.

The Auditor is fully satisfied with the audit of an entity in respect of its systems and procedures and wants to issue a report without any hesitation. Discuss the type of opinion that can be given and state giving reasoning.

8.

The requirements of SA 700 are aimed at addressing an appropriate balance between the need for consistency and comparability in auditor reporting globally. Explain

9.SA _____ relates to comparative information.

- a) 520
- b) 705
- c) 710
- d) 720

10.Statement (1)

If client has disclosed comparative information as per corresponding figures framework, the auditor shall not refer to corresponding figures in any case.

Statement (2)

In the case of comparative financial statements, the audit opinion shall refer to each period for which financial statements are presented and on which opinion is expressed.

- a) Only statement 1 is true
- b) Only statement 2 is true
- c) Both the statements are true
- d) None of the statement is true

11.**Emphasis of matter paragraph shall in auditor's report**

- a) Immediately following opinion section
- b) Immediately following Basis for opinion section
- c) Immediately following management's responsibility section
- d) Immediately following auditor's responsibility section

12.**Which of the following sequence in audit report is correct**

- a) Title, Opinion section , Basis For Opinion section, Addressee, Key Audit Matter section
- b) Title, Addressee, Basis For Opinion section, Opinion section, Key Audit Matter section
- c) Title, Addressee, Key Audit Matter section, Opinion section, Basis For Opinion section
- d) Title, Addressee, Opinion section, Basis for opinion section, Key Audit Matter section

13.**Which of the following is not mentioned along with signing in auditor's report**

- a) Membership number of individual/partner
- b) Firm's Registration Number
- c) Date & Place
- d) Time

14.**The date in auditor's report represent the date**

- a) Balance Sheet Date
- b) Date when financial statements are approved by management of the entity
- c) Date when audit report is signed by auditor
- d) Date when audit report is submitted to management of the entity

