

Reg. No. : .....

Name : .....

**Sixth Semester B.Com. Degree Examination, March 2021**

**First Degree Programme under CBCSS**

**Core Course : CO 1641/CX 1641/TT 1641/HM 1641/CC 1644**

**AUDITING**

**(Common for Commerce/Commerce and Tax Procedure and Practice/Commerce and Tourism and Travel Management/Commerce and Hotel Management and Catering/Commerce with Computer Applications)**

**(2015-2017 Admission)**

Time : 3 Hours

Max. Marks : 80

**SECTION – A**

Answer **all** questions in one or two sentences each. Each question carries **1** mark.

1. Why an audit is performed?
2. What is error of principle?
3. What is audit note book?
4. Give two examples of primary vouchers.
5. What are Tick Marks?
6. Enumerate the documents to be examined while vouching purchases.
7. Why test checking of transaction is often resorted to by auditors?

8. How are auditors of Government Company appointed?
9. What is a clean audit report?
10. When can an auditor be held responsible for damage to third party?

**(10 × 1 = 10 Marks)**

### SECTION – B

Answer **any eight** questions in not exceeding **one** paragraph each. Each question carries **2** marks.

11. Define auditing.
12. What is an error and how does it differ from fraud?
13. What is audit risk?
14. Mention any four contents of permanent audit file?
15. What is flexible audit programme?
16. What is surprise check?
17. What is valuation?
18. How are the remuneration of an auditor fixed?
19. State the law relating to removal of the auditor of a company.
20. What is audit committee?
21. Bring out the difference between auditor's certificate and report.
22. In what aspect is auditing different from investigation?

**(8 × 2 = 16 Marks)**

### SECTION – C

Answer **any six** questions in not exceeding **120** words each. Each question carries **4** marks.

23. What are the advantages of auditing?
24. Describe the significance of independence of auditor.
25. What are the benefits of working papers?
26. What are the features of internal control?
27. What is mean by verification of assets and liabilities?
28. Enumerate the procedure for vouching the sales book.
29. What are the contents of an audit report?
30. Briefly explain the liabilities of an auditor.
31. What are different types of investigations?

**(6 × 4 = 24 Marks)**

### SECTION – D

Answer **any two** questions in not exceeding **four** pages each. Each question carries **15** marks.

32. What is meant by continuous audit? State the merits and demerits of such an audit.
33. Explain the term vouching and describe its importance.

34. What are the special considerations involved in the audit of a company?
35. What considerations should be borne in mind by auditors in conducting an investigation on behalf of an individual proposing to buy a running trading concern?

**(2 × 15 = 30 Marks)**

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